		DEPARTMENT	TATE OF UTAH OF NATURAL RES OF OIL, GAS AND I		;		FOR AMENDED REPOR	
APPLI	CATION FOR	PERMIT TO DRILL	-			1. WELL NAME and	I NUMBER ONANZA 1023-6K2CS	
2. TYPE OF WORK DRILL NEW WELL (REENTER P	&A WELL (DEEPE	EN WELL			3. FIELD OR WILD	CAT NATURAL BUTTES	
4. TYPE OF WELL Gas We	ell Coall	ped Methane Well: NO				5. UNIT or COMMU	INITIZATION AGRE	EMENT NAME
6. NAME OF OPERATOR	R-MCGEE OIL &	GAS ONSHORE, L.P.				7. OPERATOR PHO	NE 720 929-6007	
8. ADDRESS OF OPERATOR		Denver, CO, 80217				9. OPERATOR E-M.		darko.com
10. MINERAL LEASE NUMBER		11. MINERAL OWNE	ERSHIP		_	12. SURFACE OWN		
(FEDERAL, INDIAN, OR STATE) UTU38419		FEDERAL (IND	DIAN STATE () FEE			IDIAN STATE	FEE (
13. NAME OF SURFACE OWNER (if box 12	= 'fee')					14. SURFACE OWN	IER PHONE (if box 1	l2 = 'fee')
15. ADDRESS OF SURFACE OWNER (if box	12 = 'fee')					16. SURFACE OWN	IER E-MAIL (if box	12 = 'fee')
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')		18. INTEND TO COM MULTIPLE FORMATI YES (a) (Submit C			_	19. SLANT		0017011741
							RECTIONAL 📵 H	ORIZONTAL ()
20. LOCATION OF WELL	FC	DOTAGES	QTR-QTR	SECT	TION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	1888 F	SL 1720 FWL	NESW	6		10.0 S	23.0 E	S
Top of Uppermost Producing Zone	2165 F	SL 1485 FWL	NESW	6		10.0 S	23.0 E	S
At Total Depth	2165 F	SL 1485 FWL	NESW	6		10.0 S	23.0 E	S
21. COUNTY UINTAH		22. DISTANCE TO N	EAREST LEASE LIN 1485	IE (Feet)		23. NUMBER OF A	CRES IN DRILLING 516	UNIT
		25. DISTANCE TO N (Applied For Drilling		SAME POO)L	26. PROPOSED DE	PTH D: 8594 TVD: 8567	,
27. ELEVATION - GROUND LEVEL		28. BOND NUMBER				29. SOURCE OF DE	RILLING WATER / PPROVAL NUMBER 1	IF APPLICABLE
5221			WYB000291			WATER REGITS A	Permit #43-8496	
		Αī	TTACHMENTS					
VERIFY THE FOLLOWING	ARE ATTACH	IED IN ACCORDAN	CE WITH THE U	TAH OIL	AND (GAS CONSERVAT	ION GENERAL RU	JLES
WELL PLAT OR MAP PREPARED BY	LICENSED SUI	RVEYOR OR ENGINEER	R COM	IPLETE DI	RILLING	PLAN		
AFFIDAVIT OF STATUS OF SURFACE	OWNER AGRI	EEMENT (IF FEE SURF	ACE) FORI	M 5. IF OF	PERATO	R IS OTHER THAN 1	HE LEASE OWNER	
DIRECTIONAL SURVEY PLAN (IF DID DRILLED)	RECTIONALLY	OR HORIZONTALLY	№ ТОРО	OGRAPHIO	CAL MAI	P		
NAME Gina Becker	1	FITLE Regulatory Analys	st II		PHON	E 720 929-6086		
SIGNATURE	ı	DATE 01/04/2011			EMAIL	gina.becker@anada	rko.com	
API NUMBER ASSIGNED 43047514680000	,	APPROVAL			Bo	ocyill		
					Perr	nit Manager		

API Well No: 43047514680000 Received: 1/4/2011

	Proposed Hole, Casing, and Cement							
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)				
Prod	7.875	4.5	0	8594				
Pipe	Grade	Length	Weight					
	Grade I-80 Buttress	0	11.6					

API Well No: 43047514680000 Received: 1/4/2011

	Prop	Proposed Hole, Casing, and Cement								
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)						
Surf	11	8.625	0	2110						
Pipe	Grade	Length	Weight							
	Grade J-55 LT&C	0	28.0							

Bonanza 1023-6K Pad Drilling Program
1 of 4

Kerr-McGee Oil & Gas Onshore. L.P.

BONANZA 1023-6K2CS

 Surface:
 1888 FSL / 1720 FWL
 NESW
 Lot

 BHL:
 2165 FSL / 1485 FWL
 NESW
 Lot

Section 6 T10S R23E

Unitah, Utah Mineral Lease: UTU-38419

ONSHORE ORDER NO. 1

DRILLING PROGRAM

Estimated Tops of Important Geologic Markers: Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1232	
Birds Nest	1494	Water
Mahogany	1859	Water
Wasatch	4248	Gas
Mesaverde	6405	Gas
MVU2	7346	Gas
MVL1	7922	Gas
TVD	8567	
MD	8594	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Bonanza 1023-6K Pad Drilling Program
2 of 4

Please refer to the attached Drilling Program

7. Abnormal Conditions:

Maximum anticipated bottom hole pressure calculated at 8,567° TVD, approximately equals 5,248 psi (calculated at 0.61 psi/foot).

Maximum anticipated surface pressure equals approximately 3,364 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

Bonanza 1023-6K Pad Drilling Program 3 of 4

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

Bonanza 1023-6K Pad Drilling Program
4 of 4

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). The air rig operation utilizes a 5M BOPE when drilling. This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

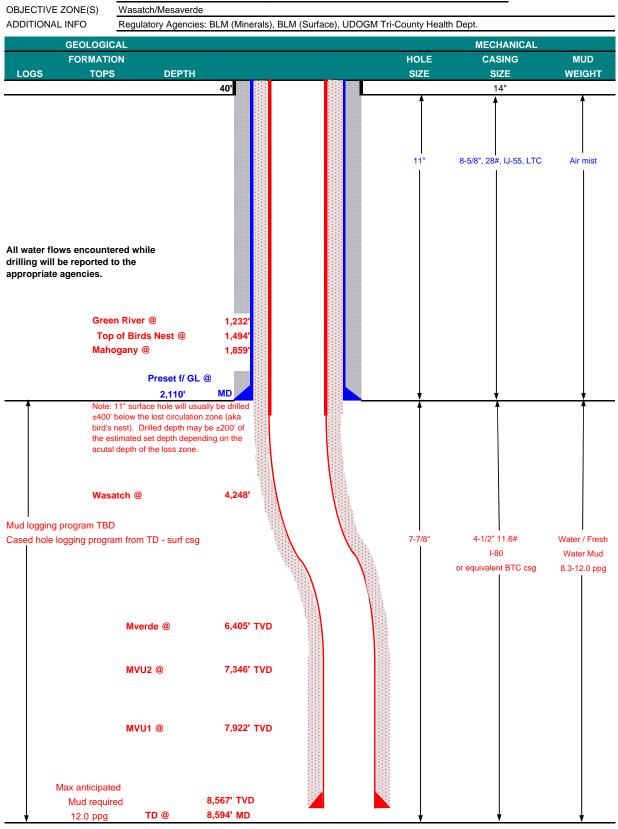
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP <u>DRILLING PROGRAM</u>

December 29, 2010 COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP **BONANZA 1023-6K2CS** WELL NAME 8,567' TVD 8,594' MD 5,219' Natural Buttes FINISHED ELEVATION FIELD **COUNTY** Uintah STATE Utah SURFACE LOCATION **NESW** 1888 FSL 1720 FWL Sec 6 T 10S R 23E Lot 3 -109.372675 Latitude: 39.975857 Longitude: **NAD 83** BTM HOLE LOCATION **NESW** 2165 FSL 1485 FWL Sec 6 T 10S R 23E Lot 4 Latitude: 39.976613 -109.373510 NAD 83 Longitude: Wasatch/Mesaverde ADDITIONAL INFO





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

									DESIGN FACT	ORS
	SIZE	INTI	ERVAL	_	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"	C	-40'							
								3,390	1,880	348,000
SURFACE	8-5/8"	0	to	2,110	28.00	IJ-55	LTC	0.98	1.90	5.83
								7,780	6,350	278,000
PRODUCTION	4-1/2"	0	to	8,594	11.60	I-80	BTC	2.25	1.19	3.20

^{*}Burst on suface casing is controlled by fracture gradient as shoe with gas gradient above.

D.F. = 2.55

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))
- 2) MASP (Prod Casing) = Pore Pressure at TD (0.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 12.0 ppg) 0.22 psi/ft = gradient for partially evac wellbore (Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 3,364 psi

3) Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

(Burst Assumptions: TD = 12.0 ppg) 0.61 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MABHP 5,248 psi

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water to sur	face, optio	n 2 will be ເ	ıtilized	
Option 2 LEAD	1,610'	65/35 Poz + 6% Gel + 10 pps gilsonite	150	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,744'	Premium Lite II +0.25 pps	270	10%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,850'	50/50 Poz/G + 10% salt + 2% gel	940	10%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. No centralizers will be used.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

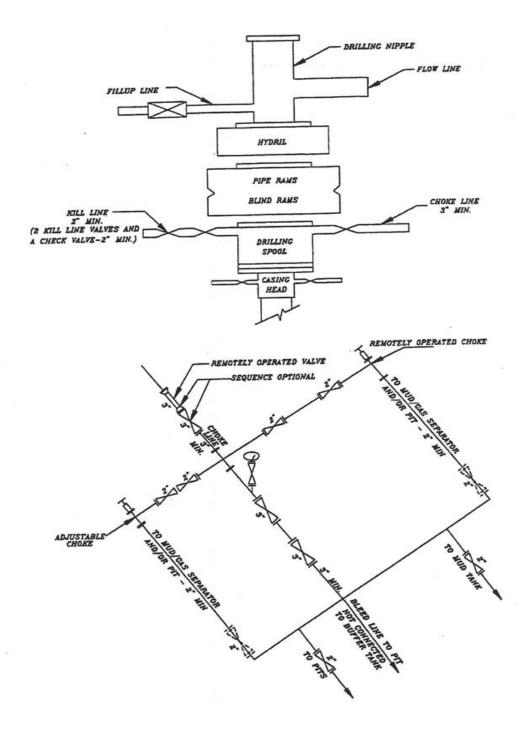
Surveys wil	l be taken at	1,000	mınımum	ıntervals.	

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

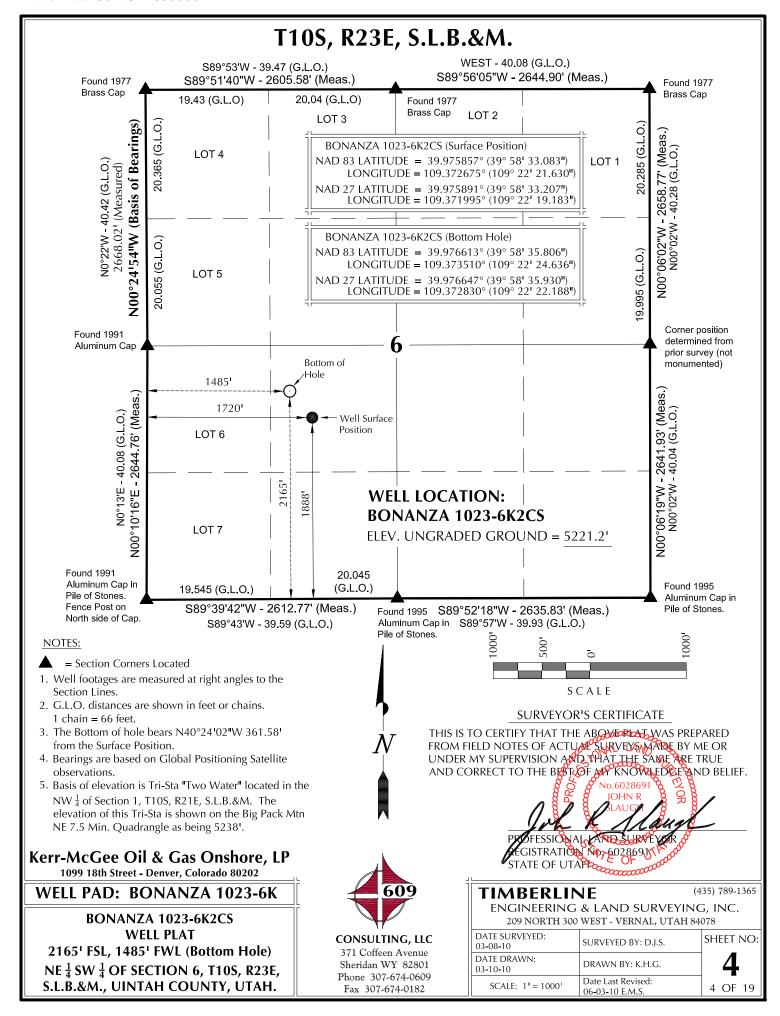
DRILLING ENGINEER:		DATE:	
	Emile Goodwin / Perry Daughtrey	_	
DRILLING SUPERINTENDENT:		DATE:	
	John Merkel / Lovel Young	-	

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A BONANZA 1023-6K2CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK



MA/FIT NIALE		Dog.	SURFACE PO				BOTTOM HOLE NAD83 NAD27					
WELL NAME	LATITUDE	LONGIT	UDE LATIT	NAD27	CITUDE	FOOTAGES	LATIT	NADE	LONGITUDE	NAD LATITUDE	LONGITUDE	EOOTACES
BONANZA	39°58'33.354				2'19.026"	1915' FSL	39°58'3				109°22'12.647"	
1023-6K1CS	39.975932°	109.37263	39.9759	66° 109.37	71952°	17321 FWL	39.9766	537° 1	109.370859°	39.976671°	109.370180°	2228¹ FWL
BONANZA	39°58'33.26 ² 39.975907°				2'19.078" 71966°	1907' FSL	39°58'3 39.9777	1.		39°58'39.852" 39.977737°	109°22'00.964"	
1023-6J2AS BONANZA	39.973907° 39°58'33.173	109.37264 109°22'21	-		71966° 2'19.130"	1728' FWL 1897' FSL	39.9/// 39°58'4		109.367614° 109°22'25.552"	39.9///3/ 39°58'40.125"	109.366935° 109°22'23.104"	2100' FEL 2590' FSL
1023-6K2BS	39.975882°	109.37266	39.9759	16° 109.37	71981°	1724' FWL	39.9777	778° 1	109.373764°	39.977813°	109.373084°	1412' FWL
BONANZA 1023-6K2CS	39°58'33.083 39.975857°	109°22'21 109.37267		1.00 ==	2'19.183" '1995°	1888' FSL 1 <i>7</i> 20' FWL	39°58'3 39.9766	1.	109°22'24.636" 109.373510°	39°58'35.930" 39.976647°	109°22'22.188" 109.372830°	2165' FSL 1485' FWL
BONANZA	39°58'32.902				2'19.286"	1870' FSL	39°58'4		109.3/3310 109°22'37.203"	39°58'44.378"	109°37′2830′ 109°22'34.754″	
1023-6E3AS	39.975806°	109.37270		100107	⁷ 2024°	1712' FWL	39.9789		109.377001°	39.978994°	109.376321°	507' FWL
BONANZA 1023-6L2AS	39°58'32.813 39.975781°	109°22'21 109.37271			2'19.337" '2038°	1861' FSL 1708' FWL	39°58'3 39.9777	1.5	109°22'36.738" 109.376872°		109°22'34.289" 109.376192°	2590' FSL 541' FWL
BONANZA	39°58'32.723	109°22'21	.839" 39°58'3	2.847" 109°22	2'19.392"	1852' FSL	39°58'3	4.991" 1	109°22'36.558"	39°58'35.114"	109°22'34.110"	2087' FSL
1023-6L2DS BONANZA	39.975757° 39°58'32.993	109.37273 " 109°22'21			72053° 2'19.234"	1704' FWL 1879' FSL	39.9763	386° 1	109.376822°	39.976421°	109.376142°	557' FWL
6-2	39.975831°	109.37268			72010°	1716' FWL						
			RELA	ATIVE COORE	DINATES -	From Surface	Position	to Bottor	m Hole			
WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAS		NAME	NORTI	H EAST	WELL NAM	E NORTH	EAST
BONANZA	257.4	496.51	BONANZA	655.81	1409.	9 BONA		690.8	-310.1	BONANZA 1023-6K2CS	275.4	-234.4
1023-6K1CS WELL NAME	NORTH	EAST	1023-6J2AS WELL NAME	NORTH	EAS	T 1023-6	NAME	NORTI	H EAST	1023-0K2CS	,	
BONANZA	1147.9	-1205.7'	BONANZA	722.2	-1165	1 BONA	NZA	228.3				
1023-6E3AS			1023-6L2AS			1023-6	LZDS					
1/46° (10 80°)	43313 ton 166	To Bottom !	310,500	124°10'39	335:	/		/	/ GLOBA OBSER	AL POSITIONI VATIONS TO	TAKEN FROM NG SATELLITE BEAR NO0°24	'54"W. 🗨
70 80 N	2,25 W 13	N78°44'0 (To Bo	=281.2647; 27"W - 116 Ottom Hole)	8.89	100	BO EXIS	BONAL ONAN VANZ	\\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\	023.6K1CS 33.612AS	65°03'12"E. 65°03'12"E. 70 Bottor AZ = 65	/	/ V
Kerr-Mcc 1099 1	Gee Oil 8th Street - D	806. N78°44'0 (To Bo enver, Colo	281.26472 07"W - 1160 Ottom Hole)	2° 8.89' LP		BO EXIS	BONAL ONAN VANZ	NZA 10, 24 1023, 4 1023, 61, 1023, 61, 23, 61, 25	023.6	Az. to Exist. W.A. 24.005	H.=204.00500° 5.05333° 5.05333° 5.05333° 6.204.00500° 604.00500° 70.00 70.00°	V
Kerr-Mcc 1099 1 WELL P	Gee Oil 8th Street - D AD - BC	& Gas Cenver, Colo	281.26472 D7"W - 1160 Ottom Hole) Onshore, rado 80202 A 1023-6	2° 8.89' LP		BONA BONA BONA BONA BONA BONA	BONAL ONAN VANZ	NZA 10, ZA 10, Z	023.6K1CS 3.6K2RS A. 3.6K2RS A. 6K2CS A 80NANZA 62AS A	Az. to Exist. W.H. 24.005 Az. to Exist. W.H. 24.005 INE G & LAND Az. to Exist. W.H. 24.005	A = 204.005000 $A = 204.005000$ $A = 200.00$ A	₹0.0, 0.0, 0, , , , , , , ,
Kerr-Mcc 1099 1 WELL P	Gee Oil 8th Street - D AD - BC	& Gas Cenver, Colo NANZA ERFERENCE	Dnshore, rado 80202 A 1023-6			BONA BONA BONA BONA BONA BONA	BONAL ONAN VANZ	NZA 10, ZA 102, ZA 102, A 1023, VELL: 1023, 61, 1023, 61, 1024, 61	023.6K1CS 3.6K2RS A. 6K2RS A. 6K2CS A. 10 E3AS A. 10 E 2AS A. 10 E	Az. to Exist. W.H. 24.005 Az. to Exist. W.H. 24.005 INE G & LAND Az. to Exist. W.H. 24.005	H. = 204.005000 204.005000 30 04.005000 30 04.005000 10.00 05000 10.00 05000 30.00 SURVEYING NAL, UTAH 840	40.0, 0.0, 0.0, 0, 1, 35) 789-1365 6, INC.
Kerr-McC 1099 1 WELL P WELLS - BON	Gee Oil 8th Street - D AD - BC LL PAD INT ANZA 1023-6	& Gas (enver, Colo NANZA ERFERENCE KICS, BONA	Dnshore, rado 80202 A 1023-6	2°8.89' LP K 2AS,	Tools of the constant of the c	BONAN BONAN CALE	BONA, ONAN ONAN VANZ INZA I INZA I IZA IO	NZA 10 ZA 102 ZA 102 A 1023 NELL: 10 1023-61 223-61 23-61 23-61 EN	023.6K1CS 3.6K2RS A. 3.6K2RS A. 6K2CS A. A. 80NANZA 62AS A. A. A. 2AS A. A. A. 3AS A. A. A. A. A. 3AS A. A. A. A. A. 3AS A. A. A. A. A. A. A. 3AS A.	Az. to Exist. W.H. 24.005 Az. to Exist. W.H. 24.005 INE G & LAND Az. to Exist. W.H. 24.005	H. \(\frac{204.005000}{204.005000}\) \(\frac{1}{2}\) \(\frac{1}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2}\) \(\frac{1}{2	₹0.0° 0.0° 0° 7 35) 789-1365 G, INC.
Kerr-McC 1099 1 WELL P WELLS - BON BONANZ	Gee Oil 8th Street - D PAD - BC LL PAD INT ANZA 1023-662BS A 1023-662BS	& Gas (enver, Colo NANZA ERFERENC KICS, BONANZA BONANZA	Dnshore, rado 80202 A 1023-6 EE PLAT ANZA 1023-6K2CS, 1023-6L2AS 8	2°8.89' LP K 2AS,	-08 S CONSI 371 Cc	BONAN BONAN CALE	BONA, ONAN VANZ INZA I VZA IOZ	NZA 10 ZA 102 ZA 102 A 1023 NELL: 10 1023-61 23-612 DATE: 03-08	023.6K1CS 3.6K2RS A. 3.6K2RS A. 6K2CS A. A. 80NANZA 62AS A. A. A. 2AS A. A. A. 3AS A. A. A. A. A. 3AS A. A. A. A. A. 3AS A. A. A. A. A. A. A. 3AS A.	Az. to Exist. W.H. Az. to	H. = 204.005000. 5.053336 5.053336 6.053336 6.005000. 6.	35) 789-1365 G, INC.
Kerr-McC 1099 1 WELL P WELLS - BON BONANZ BONANZ	Gee Oil 8th Street - D PAD - BC LL PAD INT ANZA 1023-662BS A 1023-662BS	& Gas (enver, Colo NANZA ERFERENC KICS, BONANZA BONANZA 1023-612D	Onshore, rado 80202 A 1023-6 CE PLAT A 1023-6K2CS, 1023-6L2AS & S	2°8.89' LP K 2AS,	CONSI 371 Cc Sherida	BONAN BONAN CALE	BONA, ONAN VANZ VING I VZA 102	NZA 10 ZA 102 ZA 102 A 1023 NELL: 10 1023-61 23-612 DATE: 03-08	023.6K1CS 3.6K2BS A. 6K2BS A. 6K2BS A. 6K2BS A. 6K2BS A. 6K2BS A. 6K2CS A. 6S A. 60 EX 7S A. 60 EX 7S A. 60 EX 7S A. 60 EX 7S NORTH 3 SURVEYED: 10 DRAWN:	A & to Exist. W.H. & to Exist. W.H. & 24.005 INE G & LAND 00 WEST - VER	H. = 204.0050000 1. = 204.00500000 1. = 204.005000000000000000000000000000000000	40.0, 0.0, 0.0, 0, 1, 35) 789-1365 6, INC.

EXISTING GRADE @ CENTER OF WELL PAD = 5221.2' FINISHED GRADE ELEVATION = 5218.6' CUT SLOPES = 1.5:1 FILL SLOPES = 1.5:1 TOTAL WELL PAD AREA = 3.84 ACRES TOTAL DAMAGE AREA = 6.18 ACRES SHRINKAGE FACTOR = 1.10 SWELL FACTOR = 1.00

Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street - Denver, Colorado 80202

WELL PAD - BONANZA 1023-6K

WELL PAD - LOCATION LAYOUT BONANZA 1023-6K1CS, BONANZA 1023-6J2AS, BONANZA 1023-6K2BS, BONANZA 1023-6K2CS, BONANZA 1023-6E3AS, BONANZA 1023-6L2AS & BONANZA 1023-6L2DS LOCATED IN SECTION 6, T10S, R23E, S.L.B.&M., UINTAH COUNTY, UTAH



CONSULTING, LLC 371 Coffeen Avenue Sheridan, WY 82801 Phone 307-674-0609 Fax 307-674-0182

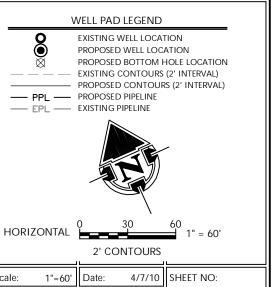
WELL PAD QUANTITIES

TOTAL CUT FOR WELL PAD = 20,745 C.Y. TOTAL FILL FOR WELL PAD = 18,389 C.Y. TOPSOIL @ 6" DEPTH = 2,012 C.Y. EXCESS MATERIAL = 2,356 C.Y.

RESERVE PIT QUANTITIES

TOTAL CUT FOR RESERVE PIT +/- 6,910 CY RESERVE PIT CAPACITY (2' OF FREEBOARD) +/- 26,100 BARRELS

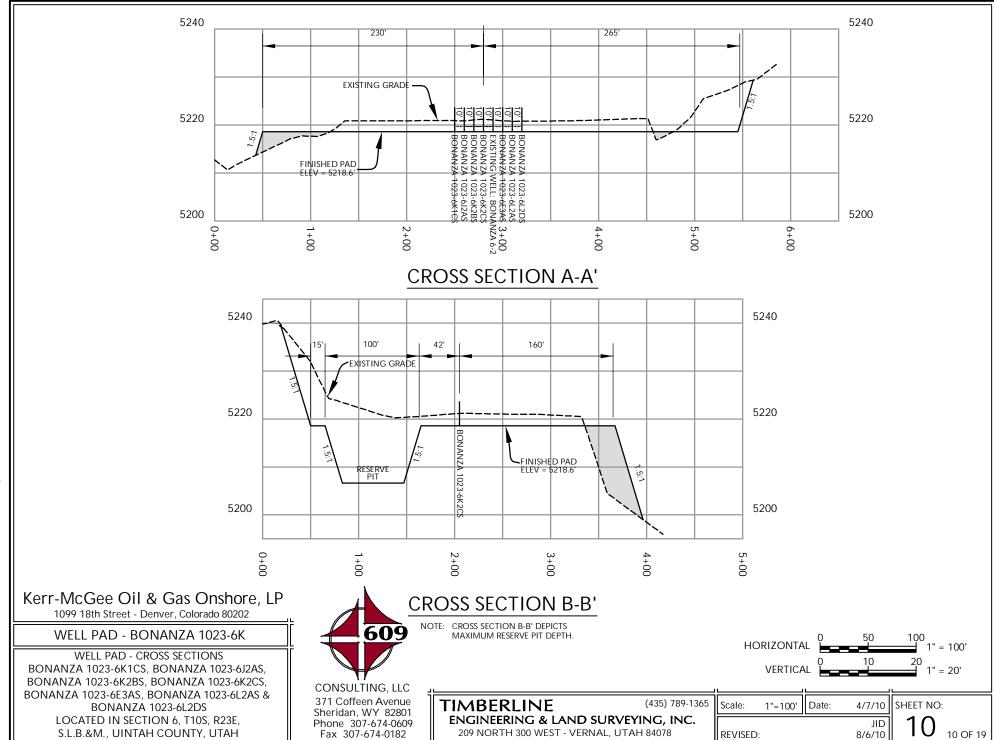
TIMBERLINE ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

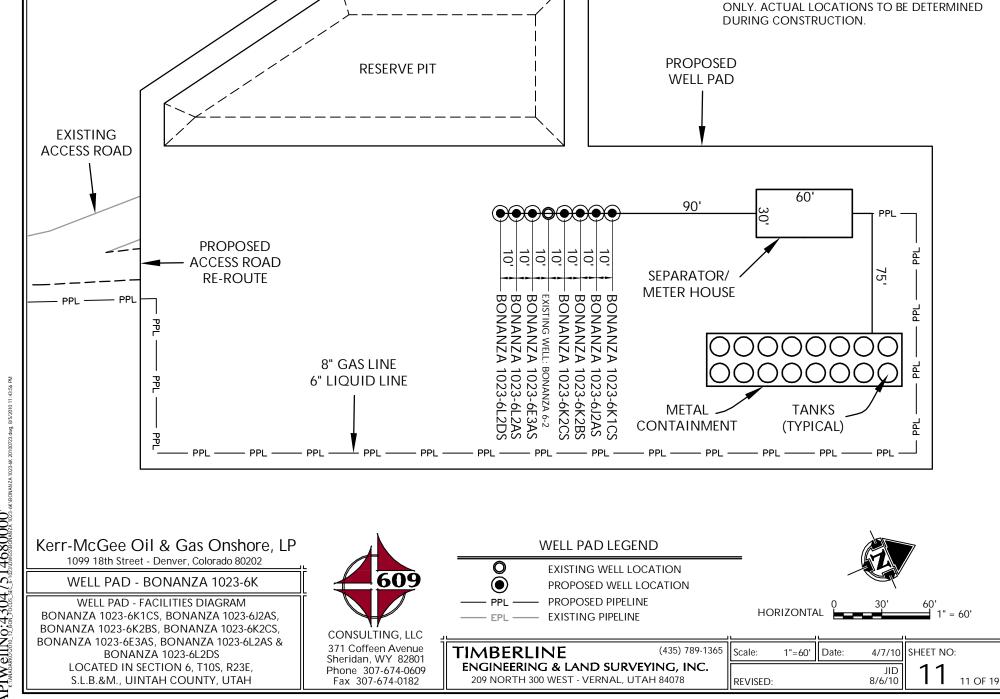


JID 8/6/10

9 OF 19

REVISED:





PLEASE NOTE: LOCATIONS OF FACILITIES AND PROPOSED PIPELINES DISPLAYED WITHIN THE PAD AREA ARE FOR VISUALIZATION PURPOSES

APIWellNo:43047514680000

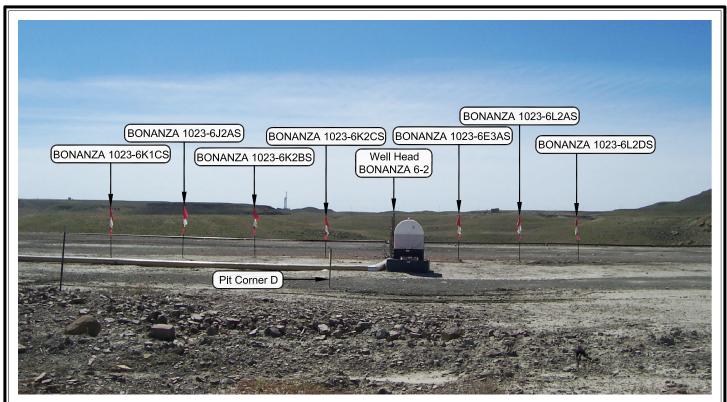


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKES





PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHEASTERLY

Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street - Denver, Colorado 80202

WELL PAD - BONANZA 1023-6K

LOCATION PHOTOS
BONANZA 1023-6K1CS, BONANZA 1023-6J2AS,
BONANZA 1023-6K2BS, BONANZA 1023-6K2CS,
BONANZA 1023-6E3AS, BONANZA 1023-6L2AS &
BONANZA 1023-6L2DS
LOCATED IN SECTION 6, T10S, R23E,
S.L.B.&M., UINTAH COUNTY, UTAH.



CONSULTING, LLC

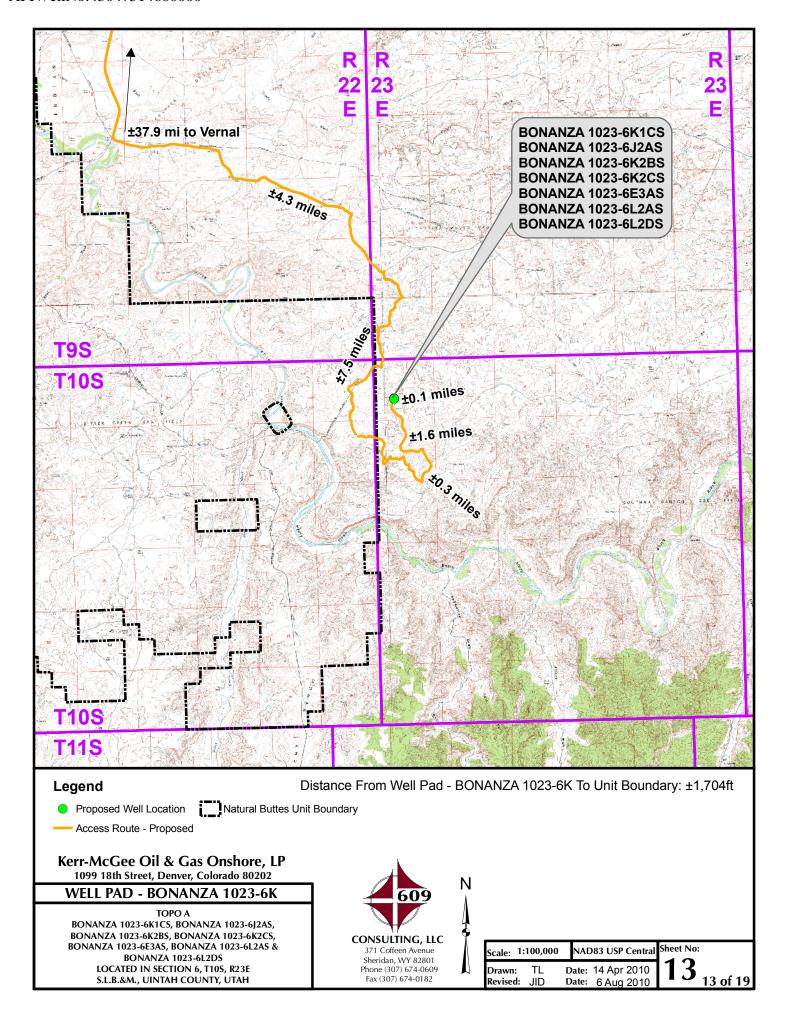
371 Coffeen Avenue Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

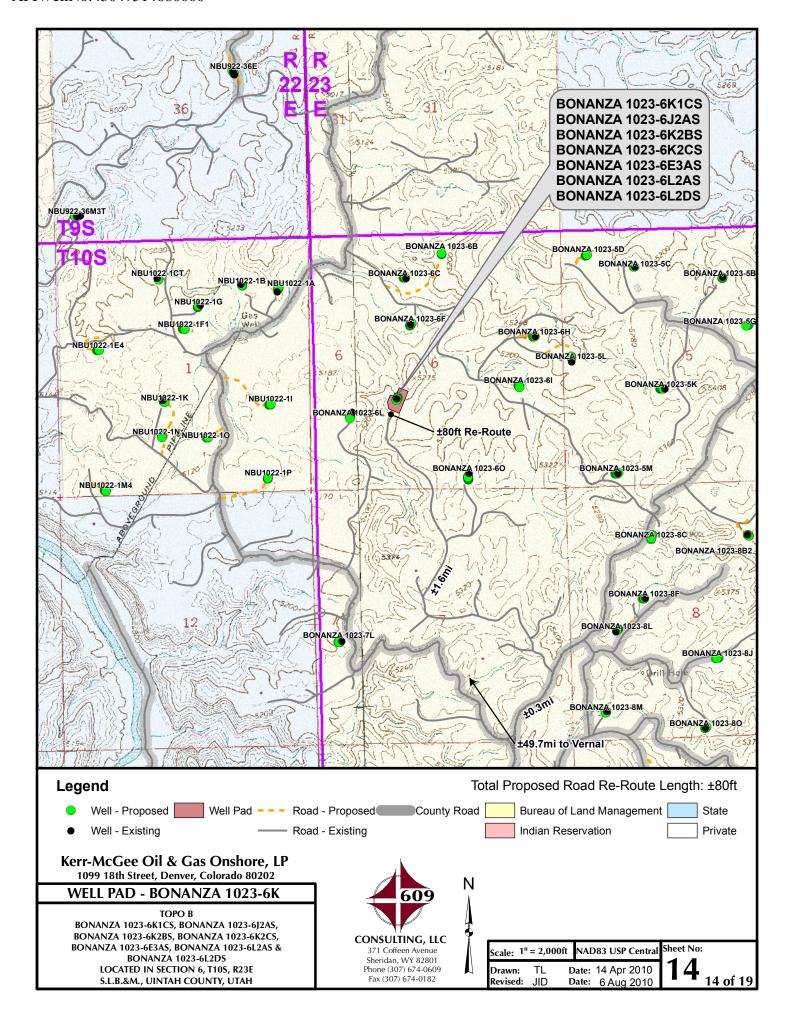
TIMBERLINE

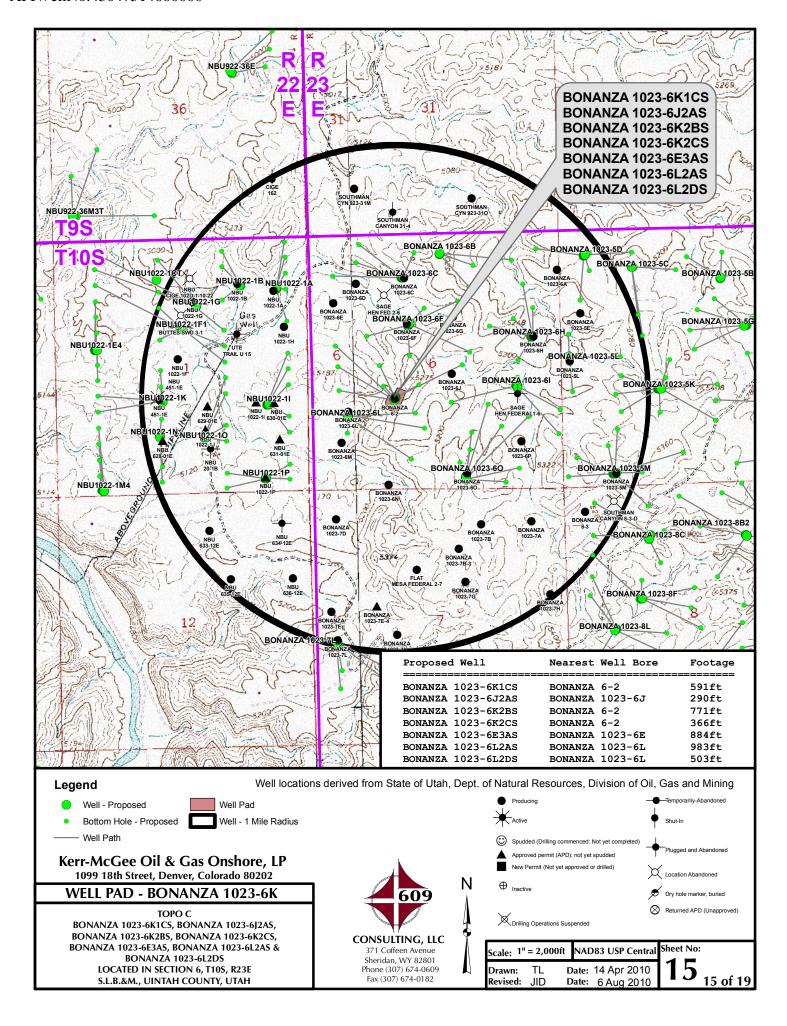
(435) 789-1365

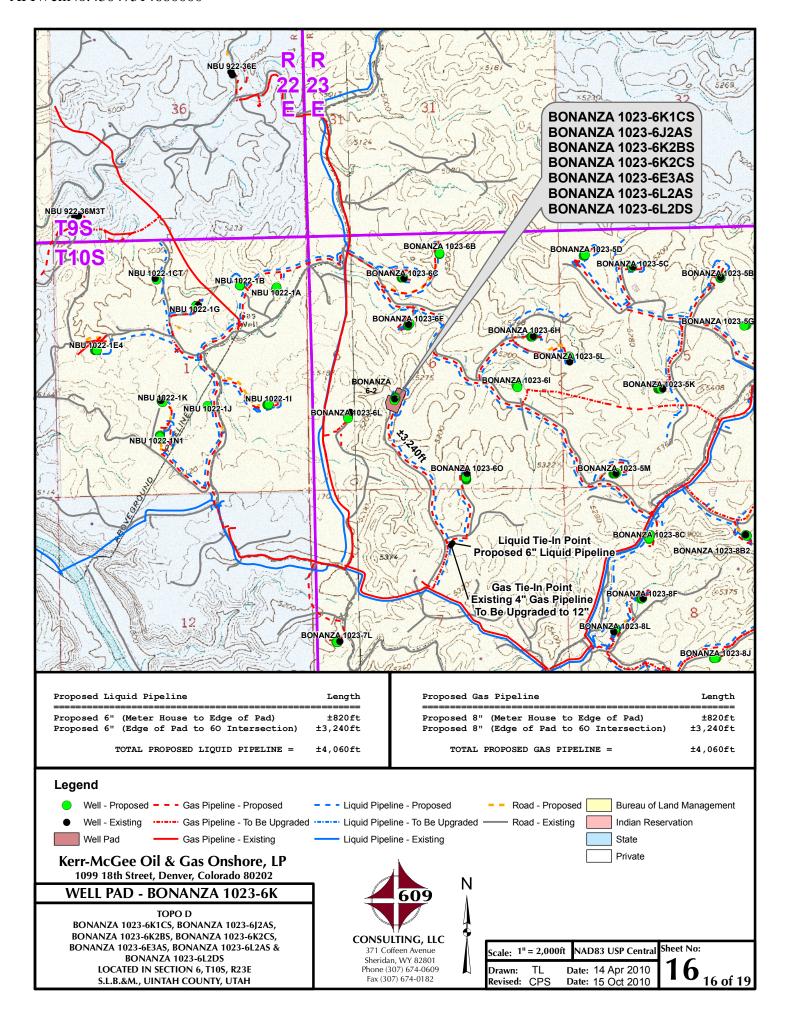
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

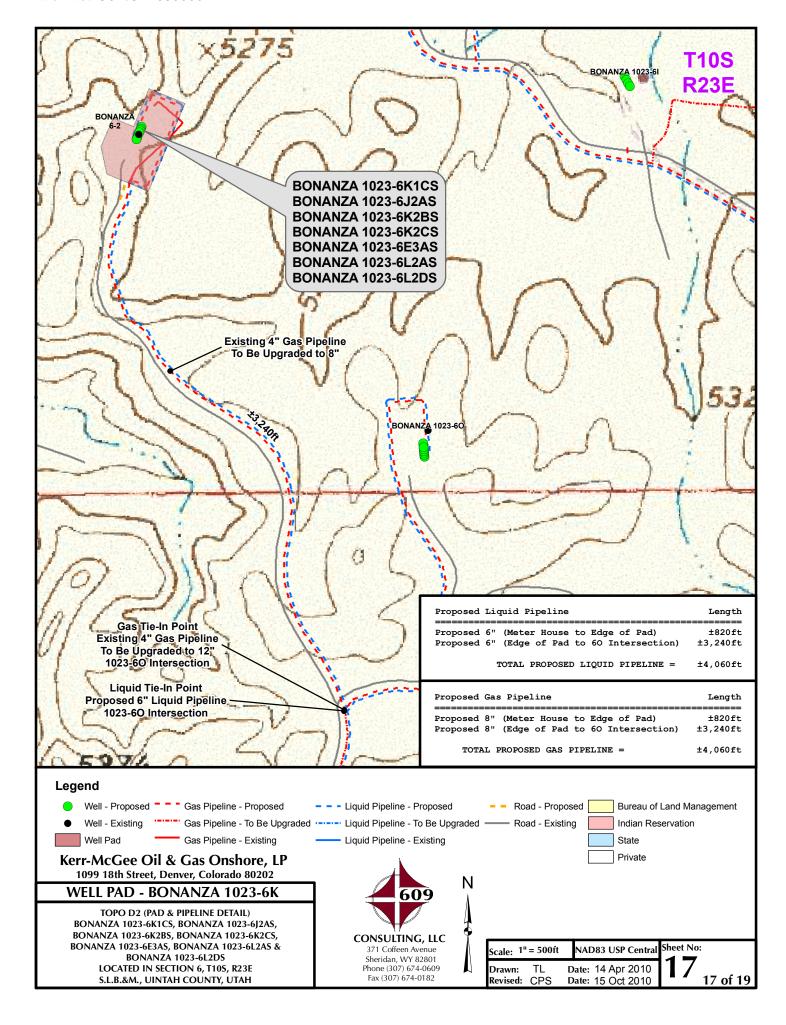
209 NORTH 300	WEST - VERNAL, UTAIL 64	010
DATE PHOTOS TAKEN: 03-08-10	PHOTOS TAKEN BY: D.J.S.	SHEET NO:
DATE DRAWN: 03-10-10	DRAWN BY: K.H.G.	12
Date Last Revised: 06-03-10	D E.M.S.	12 OF 19

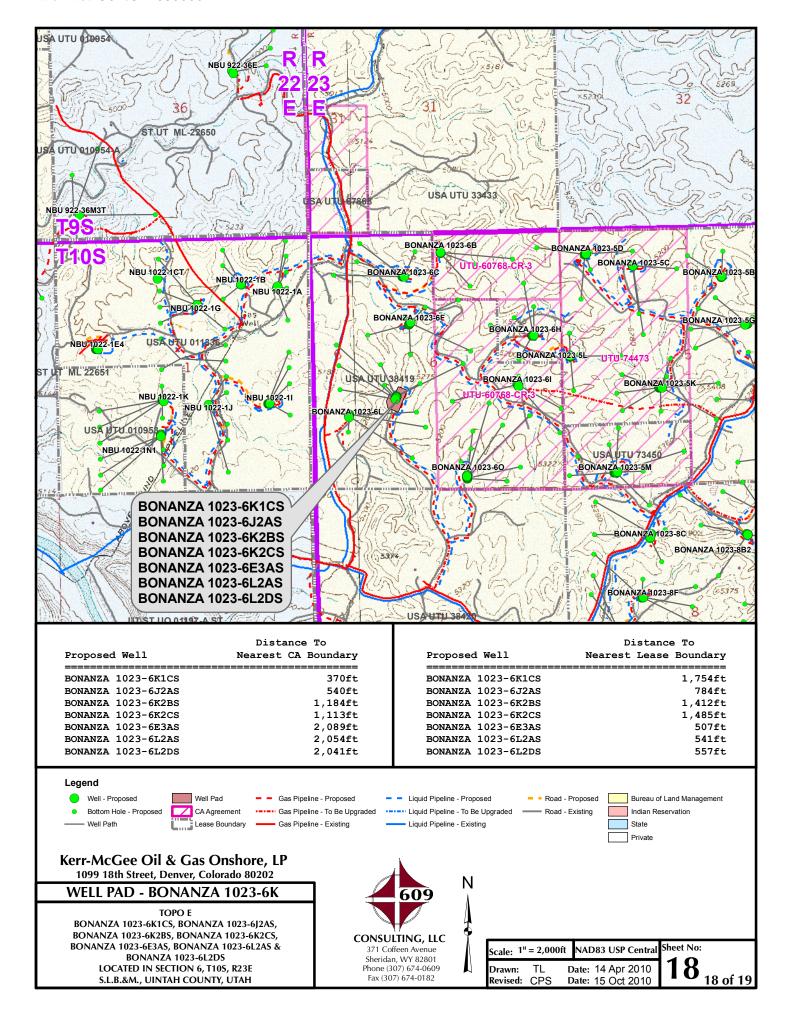












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – BONANZA 1023-6K WELLS – BONANZA 1023-6K1CS, BONANZA 1023-6J2AS, BONANZA 1023-6K2BS, BONANZA 1023-6K2CS, BONANZA 1023-6E3AS, BONANZA 1023-6L2AS & BONANZA 1023-6L2DS Section 6, T10S, R23E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah proceed in an easterly then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45; exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Chipeta Wells Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge, at the White River. Exit left and proceed in a southeasterly direction along the Chipeta Wells Road approximately 4.3 miles to the intersection of the Atchee Wash Road (County B Road 4240). Exit right and proceed in a southeasterly, then southerly direction along the Atchee Wash Road approximately 7.5 miles to the intersection of the County B Road 3420. Exit left and proceed in a northeasterly direction along the County B Road 3420 approximately 0.3 miles to a service road to the left. Exit left and proceed along said service road approximately 1.6 miles to the proposed well pad.

Total distance from Vernal, Utah to the proposed well location is approximately 51.6 miles in a southerly direction.



8567.00 36°

9000

-750

TD at 8594.27

Vertical Section at 319.64° (1500 ft/in)

1500

2250

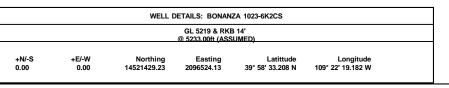
3000

750

Project: Uintah County, UT UTM12 Site: Bonanza 1023-6K Pad Well: BONANZA 1023-6K2CS

Wellbore: OH Design: PLAN #1





 DESIGN TARGET DETAILS

 Name
 TVD
 +N/-S
 +E/-W
 Northing
 Easting
 Latitude
 Longitude
 Shape

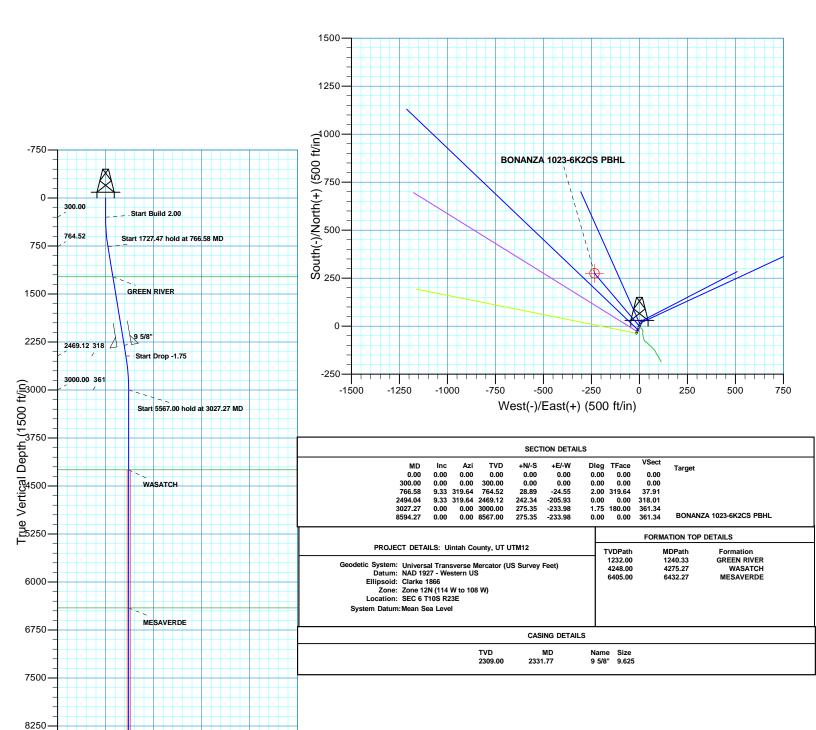
 PBHL
 8567.00
 275.35
 -233.98
 14521700.26
 2096285.16
 39° 58' 35.929 N
 109° 22' 22.188 W
 Circle (Radius: 25.01 plan hits target center

MAzimuths to True North
Magnetic North: 11.11°

Magnetic Field
Strength: 52405.9snT
Dip Angle: 65.89°
Date: 09/16/2010
Model: IGRF2010

Plan: PLAN #1 (BONANZA 1023-6K2CS/OH)

Created By: RobertScott Date: 17:45, September 16 2010





Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12 Bonanza 1023-6K Pad BONANZA 1023-6K2CS

ОН

Plan: PLAN #1

Standard Planning Report

16 September, 2010





SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad
Well: BONANZA 1023-6K2CS

Wellbore: OH
Design: PLAN #1

Site

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED)

GL 5219 & RKB 14' @ 5233.00ft (ASSUMED)

319.64

True

Mean Sea Level

Minimum Curvature

Project Uintah County, UT UTM12

Map System: Universal Transverse Mercator (US Survey Feet)

 Geo Datum:
 NAD 1927 - Western US

 Map Zone:
 Zone 12N (114 W to 108 W)

Bonanza 1023-6K Pad, SEC 6 T10S R23E

0.00

 Site Position:
 Northing:
 14,521,392.52 usft
 Latitude:
 39° 58' 32.848 N

 From:
 Lat/Long
 Easting:
 2,096,508.54 usft
 Longitude:
 109° 22' 19.391 W

System Datum:

Position Uncertainty: 0.00 ft Slot Radius: 13.200 in Grid Convergence: 1.05 °

Well BONANZA 1023-6K2CS, 1888' FSL 1720' FWL

 Well Position
 +N/-S
 36.42 ft
 Northing:
 14,521,429.24 usft
 Latitude:
 39° 58' 33.208 N

+E/-W 16.25 ft **Easting:** 2,096,524.13 usft **Longitude:** 109° 22' 19.182 W

Position Uncertainty 0.00 ft Wellhead Elevation: Ground Level: 5,219.00 ft

ОН Wellbore Declination Field Strength Magnetics **Model Name** Sample Date Dip Angle (°) (°) (nT) IGRF2010 09/16/2010 11.11 65.89 52,406

PLAN #1 Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: +N/-S Vertical Section: Depth From (TVD) +E/-W Direction (ft) (ft) (ft) (°)

0.00

0.00

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
766.58	9.33	319.64	764.52	28.89	-24.55	2.00	2.00	0.00	319.64	
2,494.04	9.33	319.64	2,469.12	242.34	-205.93	0.00	0.00	0.00	0.00	
3,027.27	0.00	0.00	3,000.00	275.35	-233.98	1.75	-1.75	0.00	180.00	
8,594.27	0.00	0.00	8,567.00	275.35	-233.98	0.00	0.00	0.00	0.00	BONANZA 1023-6K2



SDI Planning Report



Database: EDM5000-RobertS-Local

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad
Well: BONANZA 1023-6K2CS

Wellbore: OH
Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14' @ 5233.00ft (ASSUMED)

True

Minimum Curvature

ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00 100.00 200.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 100.00 200.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2		240.04	200.00	4.00	4.40	4.75	2.00	2.00	0.00
400.00	2.00	319.64	399.98	1.33	-1.13	1.75	2.00	2.00	0.00
500.00	4.00	319.64	499.84	5.32	-4.52	6.98	2.00	2.00	0.00
600.00 700.00	6.00 8.00	319.64 319.64	599.45 698.70	11.96 21.25	-10.16 -18.05	15.69 27.88	2.00 2.00	2.00 2.00	0.00 0.00
766.58	9.33	319.64	764.52	28.89	-24.55	37.91	2.00	2.00	0.00
	7 hold at 766.58								
800.00	9.33	319.64	797.50	33.02	-28.06	43.33	0.00	0.00	0.00
900.00	9.33	319.64	896.17	45.37	-38.56	59.54	0.00	0.00	0.00
1,000.00	9.33	319.64	994.85	57.73	-49.06	75.76	0.00	0.00	0.00
1,100.00	9.33	319.64	1,093.53	70.09	-59.56	91.97	0.00	0.00	0.00
1,200.00	9.33	319.64	1,192.20	82.44	-70.06	108.19	0.00	0.00	0.00
1,240.33 GREEN RIVI	9.33 = P	319.64	1,232.00	87.43	-74.29	114.73	0.00	0.00	0.00
1,300.00	9.33	319.64	1,290.88	94.80	-80.56	124.40	0.00	0.00	0.00
1,400.00 1,500.00	9.33 9.33	319.64 319.64	1,389.56 1,488.23	107.16 119.51	-91.06 -101.56	140.62 156.83	0.00 0.00	0.00 0.00	0.00 0.00
1,600.00	9.33	319.64	1,586.91	131.87	-112.06	173.05	0.00	0.00	0.00
1,700.00	9.33	319.64	1,685.59	144.22	-122.56	189.26	0.00	0.00	0.00
1,800.00	9.33	319.64	1,784.26	156.58	-133.06	205.48	0.00	0.00	0.00
1,900.00	9.33	319.64	1,882.94	168.94	-143.56	221.69	0.00	0.00	0.00
2,000.00	9.33	319.64	1,981.62	181.29	-154.06	237.91	0.00	0.00	0.00
2,100.00 2,200.00	9.33 9.33	319.64 319.64	2,080.29 2,178.97	193.65 206.00	-164.55 -175.05	254.12 270.34	0.00 0.00	0.00 0.00	0.00 0.00
2,300.00 2,331.77	9.33 9.33	319.64 319.64	2,277.65 2,309.00	218.36 222.29	-185.55 -188.89	286.55 291.70	0.00 0.00	0.00 0.00	0.00 0.00
9 5/8"	9.55	319.04	2,309.00	222.29	-100.09	291.70	0.00	0.00	0.00
2,400.00	9.33	319.64	2,376.32	230.72	-196.05	302.77	0.00	0.00	0.00
2,494.04	9.33	319.64	2,469.12	242.34	-205.93	318.01	0.00	0.00	0.00
Start Drop -									
2,500.00	9.23	319.64	2,475.00	243.07	-206.55	318.97	1.75	-1.75	0.00
2,600.00	7.48	319.64	2,573.94	254.14	-215.96	333.50	1.75	-1.75	0.00
2,700.00	5.73	319.64	2,673.27	262.90	-223.40	345.00	1.75	-1.75	0.00
2,800.00 2,900.00	3.98 2.23	319.64 319.64	2,772.91 2,872.76	269.34 273.47	-228.88 -232.38	353.46 358.87	1.75 1.75	-1.75 -1.75	0.00 0.00
3,000.00	0.48	319.64	2,972.73	275.26	-232.30	361.23	1.75	-1.75	0.00
3,027.27	0.00	0.00	3,000.00	275.35	-233.98	361.34	1.75	-1.75	147.97
	0.00 0 hold at 3027.27		5,500.00	210.00	200.00	JJ 1.J T	1.75	-1.75	171.31
3,100.00	0.00	0.00	3,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,200.00	0.00	0.00	3,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,300.00	0.00	0.00	3,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,400.00	0.00	0.00	3,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,500.00	0.00	0.00	3,472.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,600.00	0.00	0.00	3,572.73	275.35	-233.98	361.34	0.00	0.00	0.00
3,700.00 3,800.00	0.00 0.00	0.00 0.00	3,672.73 3,772.73	275.35 275.35	-233.98 -233.98	361.34 361.34	0.00 0.00	0.00 0.00	0.00 0.00
3,900.00	0.00	0.00	3,872.73	275.35	-233.98	361.34	0.00	0.00	0.00



SDI Planning Report



Database: EDM5000-RobertS-Local

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad
Well: BONANZA 1023-6K2CS

Wellbore: OH
Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) True

Minimum Curvature

ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,000.00	0.00	0.00	3,972.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,100.00	0.00	0.00	4,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,200.00	0.00	0.00	4,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,275.27	0.00	0.00	4,248.00	275.35	-233.98	361.34	0.00	0.00	0.00
WASATCH									
4,300.00	0.00	0.00	4,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
4.400.00	0.00	0.00	4,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,500.00	0.00	0.00	4,472.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,600.00	0.00	0.00	4,572.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,700.00	0.00	0.00	4,672.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,800.00	0.00	0.00	4,772.73	275.35	-233.98	361.34	0.00	0.00	0.00
4,000.00									
4,900.00	0.00	0.00	4,872.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,000.00	0.00	0.00	4,972.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,100.00	0.00	0.00	5,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,200.00	0.00	0.00	5,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,300.00	0.00	0.00	5,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
5 400 00	0.00	0.00	5,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,400.00	0.00		5,372.73 5,472.73		-233.98 -233.98	361.34 361.34		0.00	
5,500.00		0.00		275.35			0.00		0.00
5,600.00	0.00	0.00	5,572.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,700.00	0.00	0.00	5,672.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,800.00	0.00	0.00	5,772.73	275.35	-233.98	361.34	0.00	0.00	0.00
5,900.00	0.00	0.00	5,872.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,000.00	0.00	0.00	5,972.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,100.00	0.00	0.00	6,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,200.00	0.00	0.00	6,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,300.00	0.00	0.00	6,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,400.00	0.00	0.00	6,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,432.27	0.00	0.00	6,405.00	275.35	-233.98	361.34	0.00	0.00	0.00
MESAVERD									
6,500.00	0.00	0.00	6,472.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,600.00	0.00	0.00	6,572.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,700.00	0.00	0.00	6,672.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,800.00	0.00	0.00	6,772.73	275.35	-233.98	361.34	0.00	0.00	0.00
6,900.00	0.00	0.00	6,872.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,000.00	0.00	0.00	6,972.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,100.00	0.00	0.00	7,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,200.00	0.00	0.00	7,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,300.00	0.00	0.00	7,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,400.00	0.00	0.00	7,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,500.00	0.00	0.00	7,472.73	2/5.35	-233.98	361.34	0.00	0.00	0.00
7,600.00	0.00	0.00	7,572.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,700.00	0.00	0.00	7,672.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,800.00	0.00	0.00	7,772.73	275.35	-233.98	361.34	0.00	0.00	0.00
7,900.00	0.00	0.00	7,872.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,000.00	0.00	0.00	7,972.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,100.00	0.00	0.00	8,072.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,200.00	0.00	0.00	8,172.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,300.00	0.00	0.00	8,272.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,400.00	0.00	0.00	8,372.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,500.00	0.00	0.00	8,472.73	275.35	-233.98	361.34	0.00	0.00	0.00
8,594.27	0.00	0.00	8,567.00	275.35	-233.98	361.34	0.00	0.00	0.00
0,004.27	0.00 023-6K2CS PBH		0,507.00	210.00	-200.80	JU 1.J 4	0.00	0.00	0.00



Company:

SDI **Planning Report**



EDM5000-RobertS-Local Database:

Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12

Project:

Site: Bonanza 1023-6K Pad Well: BONANZA 1023-6K2CS

Wellbore: ОН Design: PLAN #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED)

GL 5219 & RKB 14' @ 5233.00ft (ASSUMED)

True

Minimum Curvature

Planned Survey				
Measured	Vertical	Vertical	Dogleg	Bu

uild Turn Depth Depth Section Rate Inclination Azimuth +N/-S +E/-W Rate Rate (°/100ft) (°/100ft) (ft) (ft) (ft) (°/100ft) (°) (°) (ft) (ft)

Target Name - hit/miss target - Shape	Dip Angle	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
BONANZA 1023-6K2CS - plan hits target cen - Circle (radius 25.00		0.00	8,567.00	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W

Casing Points					
	Measured	Vertical		Casing	Hole
	Depth	Depth		Diameter	Diameter
	(ft)	(ft)	Name	(in)	(in)
	2,331.77	2,309.00 9 5/8"		9.625	12.250

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,240.33	1,232.00	GREEN RIVER				
	4,275.27	4,248.00	WASATCH				
	6,432.27	6,405.00	MESAVERDE				

Plan Annotations				
Measured	Vertical	Local Coor	dinates	
Depth	Depth	+N/-S	+E/-W	
(ft)	(ft)	(ft)	(ft)	Comment
300.00	300.00	0.00	0.00	Start Build 2.00
766.58	764.52	28.89	-24.55	Start 1727.47 hold at 766.58 MD
2,494.04	2,469.12	242.34	-205.93	Start Drop -1.75
3,027.27	3,000.00	275.35	-233.98	Start 5567.00 hold at 3027.27 MD
8,594.27	8,567.00	275.35	-233.98	TD at 8594.27



Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12 Bonanza 1023-6K Pad BONANZA 1023-6K2CS

OH

Plan: PLAN #1

Standard Planning Report - Geographic

16 September, 2010





SDI Planning Report - Geographic



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Bonanza 1023-6K Pad Site: Well: BONANZA 1023-6K2CS

Wellbore: ОН Design: PLAN #1 **Local Co-ordinate Reference:**

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED)

Minimum Curvature

Mean Sea Level

Uintah County, UT UTM12 Project

Universal Transverse Mercator (US Survey Feet) Map System:

NAD 1927 - Western US Geo Datum: Zone 12N (114 W to 108 W) Map Zone:

Site Bonanza 1023-6K Pad, SEC 6 T10S R23E

14,521,392.52 usft Site Position: Northing: Latitude: 39° 58' 32.848 N 109° 22' 19.391 W Lat/Long 2,096,508.54 usft Easting: From: Longitude:

System Datum:

1.05 ° 0.00 ft Slot Radius: 13.200 in **Position Uncertainty: Grid Convergence:**

BONANZA 1023-6K2CS, 1888' FSL 1720' FWL Well

Well Position 39° 58' 33.208 N +N/-S 0.00 ft Northing: 14,521,429.24 usft Latitude:

+E/-W 0.00 ft 2,096,524.13 usft Longitude: 109° 22' 19.182 W Easting: 0.00 ft 5,219.00 ft **Position Uncertainty** Wellhead Elevation: **Ground Level:**

Wellbore ОН Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (nT) (°) 52,406 IGRF2010 09/16/2010 65.89 11.11

PLAN #1 Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: +N/-S Vertical Section: Depth From (TVD) +E/-W Direction (ft) (ft) (ft) (°) 319.64 0.00 0.00 0.00

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
766.58	9.33	319.64	764.52	28.89	-24.55	2.00	2.00	0.00	319.64	
2,494.04	9.33	319.64	2,469.12	242.34	-205.93	0.00	0.00	0.00	0.00	
3,027.27	0.00	0.00	3,000.00	275.35	-233.98	1.75	-1.75	0.00	180.00	
8,594.27	0.00	0.00	8,567.00	275.35	-233.98	0.00	0.00	0.00	0.00	BONANZA 1023-6K2



Company:

SDIPlanning Report - Geographic



Database: EDM5000-RobertS-Local

Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad
Well: BONANZA 1023-6K2CS

Wellbore: OH
Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method: Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14' @ 5233.00ft (ASSUMED)

True

Minimum Curvature

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.00	0.00	0.00	0.00	0.00	0.00	14,521,429.24	2,096,524.13	39° 58' 33.208 N	109° 22' 19.182 W
100.00	0.00	0.00	100.00	0.00	0.00	14,521,429.24	2,096,524.13	39° 58' 33.208 N	109° 22' 19.182 W
200.00	0.00	0.00	200.00	0.00	0.00	14,521,429.24	2,096,524.13	39° 58′ 33.208 N	109° 22' 19.182 W
300.00	0.00	0.00	300.00	0.00	0.00	14,521,429.24	2,096,524.13	39° 58' 33.208 N	109° 22' 19.182 W
Start Bu 400.00	2.00	319.64	399.98	1.33	-1.13	14,521,430.54	2,096,522.97	39° 58' 33.221 N	109° 22' 19.197 W
500.00	4.00	319.64	499.84	5.32	-1.13 -4.52	14,521,434.47	2,096,519.51	39° 58' 33.260 N	109° 22' 19.197 W
600.00	6.00	319.64	599.45	11.96	-10.16	14,521,434.47	2,096,513.75	39° 58' 33.326 N	109° 22' 19.313 W
700.00	8.00	319.64	698.70	21.25	-18.05	14,521,450.15	2,096,505.69	39° 58' 33.418 N	109° 22' 19.414 W
766.58	9.33	319.64	764.52	28.89	-24.55	14,521,457.67	2,096,499.06	39° 58' 33.493 N	109° 22' 19.497 W
	27.47 hold at 7					,== .,	_,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
800.00	9.33	319.64	797.50	33.02	-28.06	14,521,461.74	2,096,495.47	39° 58' 33.534 N	109° 22' 19.542 W
900.00	9.33	319.64	896.17	45.37	-38.56	14,521,473.90	2,096,484.75	39° 58' 33.656 N	109° 22' 19.677 W
1,000.00	9.33	319.64	994.85	57.73	-49.06	14,521,486.06	2,096,474.02	39° 58' 33.778 N	109° 22' 19.812 W
1,100.00	9.33	319.64	1,093.53	70.09	-59.56	14,521,498.22	2,096,463.30	39° 58' 33.900 N	109° 22' 19.947 W
1,200.00	9.33	319.64	1,192.20	82.44	-70.06	14,521,510.39	2,096,452.58	39° 58' 34.022 N	109° 22' 20.082 W
1,240.33	9.33	319.64	1,232.00	87.43	-74.29	14,521,515.29	2,096,448.25	39° 58' 34.072 N	109° 22' 20.136 W
GREEN	RIVER								
1,300.00	9.33	319.64	1,290.88	94.80	-80.56	14,521,522.55	2,096,441.85	39° 58' 34.145 N	109° 22' 20.217 W
1,400.00	9.33	319.64	1,389.56	107.16	-91.06	14,521,534.71	2,096,431.13	39° 58' 34.267 N	109° 22' 20.352 W
1,500.00	9.33	319.64	1,488.23	119.51	-101.56	14,521,546.87	2,096,420.41	39° 58' 34.389 N	109° 22' 20.487 W
1,600.00	9.33	319.64	1,586.91	131.87	-112.06	14,521,559.03	2,096,409.68	39° 58' 34.511 N	109° 22' 20.622 W
1,700.00	9.33	319.64	1,685.59	144.22	-122.56	14,521,571.20	2,096,398.96	39° 58' 34.633 N	109° 22' 20.756 W
1,800.00	9.33	319.64	1,784.26	156.58	-133.06	14,521,583.36	2,096,388.24	39° 58' 34.755 N	109° 22' 20.891 W
1,900.00 2,000.00	9.33 9.33	319.64 319.64	1,882.94 1,981.62	168.94 181.29	-143.56 -154.06	14,521,595.52 14,521,607.68	2,096,377.51 2,096,366.79	39° 58' 34.877 N 39° 58' 34.999 N	109° 22' 21.026 W 109° 22' 21.161 W
2,100.00	9.33	319.64	2,080.29	193.65	-164.55	14,521,619.85	2,096,356.06	39° 58' 35.122 N	109° 22' 21.101 W
2,200.00	9.33	319.64	2,000.29	206.00	-175.05	14,521,632.01	2,096,345.34	39° 58' 35.244 N	109° 22' 21.431 W
2,300.00	9.33	319.64	2,277.65	218.36	-185.55	14,521,644.17	2,096,334.62	39° 58' 35.366 N	109° 22' 21.566 W
2,331.77	9.33	319.64	2,309.00	222.29	-188.89	14,521,648.03	2,096,331.21	39° 58' 35.405 N	109° 22' 21.609 W
9 5/8"			,			,- ,	,,,,,,,		
2,400.00	9.33	319.64	2,376.32	230.72	-196.05	14,521,656.33	2,096,323.89	39° 58' 35.488 N	109° 22' 21.701 W
2,494.04	9.33	319.64	2,469.12	242.34	-205.93	14,521,667.77	2,096,313.81	39° 58' 35.603 N	109° 22' 21.828 W
Start Dro									
2,500.00	9.23	319.64	2,475.00	243.07	-206.55	14,521,668.49	2,096,313.17	39° 58' 35.610 N	109° 22' 21.836 W
2,600.00	7.48	319.64	2,573.94	254.14	-215.96	14,521,679.39	2,096,303.57	39° 58' 35.720 N	109° 22' 21.956 W
2,700.00	5.73	319.64	2,673.27	262.90	-223.40	14,521,688.01	2,096,295.96	39° 58' 35.806 N	109° 22' 22.052 W
2,800.00	3.98	319.64	2,772.91	269.34	-228.88	14,521,694.35	2,096,290.37	39° 58' 35.870 N	109° 22' 22.122 W
2,900.00	2.23	319.64	2,872.76	273.47	-232.38	14,521,698.41	2,096,286.79	39° 58' 35.911 N	109° 22' 22.167 W
3,000.00		319.64	2,972.73	275.26	-233.91	14,521,700.18	2,096,285.23	39° 58′ 35.928 N	109° 22' 22.187 W
3,027.27		0.00	3,000.00	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
	67.00 hold at 3								
3,100.00	0.00	0.00	3,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
3,200.00	0.00	0.00	3,172.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
3,300.00	0.00	0.00	3,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W 109° 22' 22.188 W
3,400.00	0.00	0.00	3,372.73 3,472.73	275.35 275.35	-233.98 -233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109 22 22.188 W
3,500.00	0.00	0.00 0.00	3,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	
3,600.00 3,700.00	0.00	0.00	3,672.73	275.35 275.35	-233.98 -233.98	14,521,700.27 14,521,700.27	2,096,285.16 2,096,285.16	39° 58' 35.929 N 39° 58' 35.929 N	109° 22' 22.188 W 109° 22' 22.188 W
3,800.00	0.00	0.00	3,772.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
3,900.00	0.00	0.00	3,872.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,000.00	0.00	0.00	3,972.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
1,000.00	0.00	0.00	5,572.75	0.00		,0= .,7 00.27	_,000,200.10	55 55 55.025 11	.00 22 22.100 11



SDI Planning Report - Geographic



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad Well: BONANZA 1023-6K2CS

Wellbore: ОН Design: PLAN #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) True

Minimum Curvature

Planned Survey									
Measured			Vertical			Мар	Map 		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
4,100.00	0.00	0.00	4,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,200.00	0.00	0.00	4,172.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,275.27	0.00	0.00	4,248.00	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58′ 35.929 N	109° 22' 22.188 W
WASATO									
4,300.00	0.00	0.00	4,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,400.00	0.00	0.00	4,372.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,500.00	0.00	0.00	4,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,600.00	0.00	0.00	4,572.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
4,700.00	0.00	0.00	4,672.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W 109° 22' 22.188 W
4,800.00 4,900.00	0.00	0.00 0.00	4,772.73 4,872.73	275.35 275.35	-233.98 -233.98	14,521,700.27 14,521,700.27	2,096,285.16 2,096,285.16	39° 58' 35.929 N 39° 58' 35.929 N	109 22 22.188 W
5,000.00	0.00	0.00	4,072.73	275.35 275.35	-233.96 -233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,100.00	0.00	0.00	5,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,200.00	0.00	0.00	5,172.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,300.00	0.00	0.00	5,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,400.00	0.00	0.00	5,372.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,500.00	0.00	0.00	5,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,600.00	0.00	0.00	5,572.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,700.00	0.00	0.00	5,672.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,800.00	0.00	0.00	5,772.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
5,900.00	0.00	0.00	5,872.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,000.00	0.00	0.00	5,972.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,100.00	0.00	0.00	6,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58′ 35.929 N	109° 22' 22.188 W
6,200.00	0.00	0.00	6,172.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58′ 35.929 N	109° 22' 22.188 W
6,300.00	0.00	0.00	6,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,400.00	0.00	0.00	6,372.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,432.27	0.00	0.00	6,405.00	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
MESAVE									
6,500.00	0.00	0.00	6,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,600.00	0.00	0.00	6,572.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,700.00	0.00	0.00	6,672.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,800.00	0.00	0.00	6,772.73	275.35 275.35	-233.98 -233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
6,900.00 7,000.00	0.00	0.00 0.00	6,872.73 6,972.73	275.35 275.35	-233.96 -233.98	14,521,700.27 14,521,700.27	2,096,285.16 2,096,285.16	39° 58' 35.929 N 39° 58' 35.929 N	109° 22' 22.188 W 109° 22' 22.188 W
7,100.00	0.00	0.00	7,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,100.00	0.00	0.00	7,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,300.00	0.00	0.00	7,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,400.00	0.00	0.00	7,372.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,500.00	0.00	0.00	7,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,600.00	0.00	0.00	7,572.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,700.00	0.00	0.00	7,672.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,800.00	0.00	0.00	7,772.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
7,900.00	0.00	0.00	7,872.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58′ 35.929 N	109° 22' 22.188 W
8,000.00	0.00	0.00	7,972.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58′ 35.929 N	109° 22' 22.188 W
8,100.00	0.00	0.00	8,072.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
8,200.00	0.00	0.00	8,172.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
8,300.00	0.00	0.00	8,272.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
8,400.00	0.00	0.00	8,372.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
8,500.00	0.00	0.00	8,472.73	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
8,594.27	0.00	0.00	8,567.00	275.35	-233.98	14,521,700.27	2,096,285.16	39° 58' 35.929 N	109° 22' 22.188 W
BONANZ	ZA 1023-6K2C	2 PRHL							



SDI Planning Report - Geographic



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: Bonanza 1023-6K Pad Well: BONANZA 1023-6K2CS

Wellbore: ОН Design: PLAN #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

14,521,700.27

Well BONANZA 1023-6K2CS

GL 5219 & RKB 14'

@ 5233.00ft (ASSUMED) GL 5219 & RKB 14'

39° 58′ 35.929 N

@ 5233.00ft (ASSUMED) True

2,096,285.16

Minimum Curvature

Design Targets Target Name Dip Angle - hit/miss target Dip Dir. TVD +N/-S +E/-W Northing Easting - Shape (°) (°) (ft) (ft) (ft) (usft) (usft) Latitude Longitude BONANZA 1023-6K2CS 0.00 0.00 109° 22' 22.188 W

-233.98

8,567.00

275.35

plan hits target centerCircle (radius 25.00)

Casing Points							
	Measured	Vertical			Casing	Hole	
	Depth	Depth			Diameter	Diameter	
	(ft)	(ft)		Name	(in)	(in)	
	2,331.77	2,309.00	9 5/8"		9.625	12.250	

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,240.33	1,232.00	GREEN RIVER				
	4,275.27	4,248.00	WASATCH				
	6,432.27	6,405.00	MESAVERDE				

Plan Annotations				
Measured	Vertical	Local Coord	dinates	
Depth	Depth	+N/-S	+E/-W	
(ft)	(ft)	(ft)	(ft)	Comment
300.00	300.00	0.00	0.00	Start Build 2.00
766.58	764.52	28.89	-24.55	Start 1727.47 hold at 766.58 MD
2,494.04	2,469.12	242.34	-205.93	Start Drop -1.75
3,027.27	3,000.00	275.35	-233.98	Start 5567.00 hold at 3027.27 MD
8,594.27	8,567.00	275.35	-233.98	TD at 8594.27

Bonanza 1023-6K Pad Surface Use Plan of Operations 1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

Bonanza 1023-6F Pad

<u>API #</u>	В	ONANZA 1023-6E3AS		
	Surface:	1870 FSL / 1712 FWL	NESW	Lot
	BHL:	2286 FNL / 507 FWL	SWNW	Lot 5
<u>API #</u>	В	ONANZA 1023-6J2AS		
	Surface:	1907 FSL / 1728 FWL	NESW	Lot
	BHL:	2556 FSL / 2100 FEL	NWSE	Lot
<u>API #</u>	В	ONANZA 1023-6K1CS		
	Surface:	1915 FSL / 1732 FWL	NESW	Lot
	BHL:	2170 FSL / 2228 FWL	NESW	Lot
<u>API #</u>	В	ONANZA 1023-6K2BS		
	Surface:	1897 FSL / 1724 FWL	NESW	Lot
	BHL:	2590 FSL / 1412 FWL	NESW	Lot
<u>API #</u>	В	ONANZA 1023-6K2CS		
	Surface:	1888 FSL / 1720 FWL	NESW	Lot
	BHL:	2165 FSL / 1485 FWL	NESW	Lot
API#	В	ONANZA 1023-6L2AS		
	Surface:	1861 FSL / 1708 FWL	NESW	Lot
	BHL:	2590 FSL / 541 FWL	NWSW	Lot 6
<u>API #</u>	В	ONANZA 1023-6L2DS		
	Surface:	1852 FSL / 1704 FWL	NESW	Lot
	BHL:	2087 FSL / 557 FWL	NWSW	Lot 6

This Surface Use Plan of Operations (SUPO) or 13-point plan provides the site-specific information for the above-referenced wells. This information incorporates by reference the Master Development Plan (MDP) for Kerr-McGee Oil & Gas Onshore LP (KMG). The MDP is available upon request from the BLM-Vernal Field Office.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

An on-site meeting was held on June 16, 2010. Present were:

- · Dave Gordon, Suzanne Gray and Dan Emmett BLM;
- · John Slaugh, Brock Slaugh and Mitch Batty-Timberline Engineering & Land Surveying, Inc.; and
- · Roger Parry, Clay Einerson, Grizz Oleen, Sheila Wopsock, Lovell Young, Grizz Oleen, Hal Blanchard, Lance Morton, Tim Donovan, Kathie Zehren, Laura Gianakos and Charles Chase Kerr-McGee

Bonanza 1023-6E3AS/ 1023-6J2AS/ 1023-6K1CS/ 1023-6K2BS/ 1023-6K2CS/ 1023-6L2AS/ 1023-6L2DS Kerr-McGee OII Gas Onshore, L.P.

Bonanza 1023-6K Pad Surface Use Plan of Operations 2 of 7

A. Existing Roads:

A) Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

The following segments are "onlease", no ROW needed.

 $\pm 1,940'$ (0.4 miles) – Section 6 T10S R23E (NE/4 SW/4) – On-lease UTU38419, from the end of the new road re-route to the southern section line boundary. Please refer to Topo B and Exhibit B2.

B. New or Reconstructed Access Roads:

See MDP for additional details on road construction.

 $\pm 80'$ (0.02 miles) – Section 6 T10S R23E (NE/4 SW/4) – On-lease UTU38419, from the edge of pad a new road re-route will be constructed. Please refer to Topo B.

C. Location of Existing Wells:

A) Refer to Topo Map C.

D. Location of Existing and/or Proposed Facilities:

See MDP for additional details on Location of Existing and/or Proposed Facilities. Also, please refer to Exhibit B and Topo D- Pad and Pipeline Detail.

This pad will expand the existing pad for the Bonanza 6-2, which is a producing gas well according to Utah Division of Oil, Gas and Mining (UDOGM) records on December 29, 2010. Gathering (pipeline) infrastructure will be utilized to collect and transport gas and fluids from the wells which are owned and operated by Kerr McGee Oil and Gas Onshore LP (KMG).

GAS GATHERING

The gas gathering pipeline material: Steel line pipe with fusion bond epoxy coating. The total gas gathering pipeline distance from the meter to the tie in point is $\pm 5,060$ ° and the individual segments are broken up as follows:

The following segments are "onlease", no ROW needed.

- ±820' (0.2 miles) Section 6 T10S R23E (NE/4 SW/4) On-lease UTU38419, BLM surface, New 8" buried gas gathering pipeline from the meter to the edge of the pad. Please refer to Topo D-Pad and Pipeline Detail.
- ±2,020' (0.04 miles) Section 6 T10S R23E (NE/4 SW/4) On-lease UTU38419, BLM surface, New 8" buried gas gathering pipeline from the edge of the pad to the southern section and lease line boundary. Please refer to Topo D Pad and Pipeline Detail and Exhibit A1.

The following segments require a ROW.

- ±1,220' (0.2 miles) Section 7 T10S R23E (NW/4 NE/4) Lease UTU38420, BLM surface, New 8" buried gas gathering pipeline from the northern section line boundary to the tie-in at the new 12" buried gas gathering pipeline (NW/4 NE/4). Please refer to Exhibit A1, Line 16.
- ±1,000' (0.2 miles) Section 7 T10S R23E (NW/4 NE/4) Lease UTU38420, BLM surface, New 12" buried gas gathering pipeline from the tie-in (NW/ NE/4) to the tie-in at the existing 16" buried gas gathering pipeline (SE/4 NW/4). Please refer to Exhibit A1, Line 15.

Bonanza 1023-6K Pad Surface Use Plan of Operations 3 of 7

LIQUID GATHERING

The total liquid gathering pipeline distance from the separator to the tie in point is $\pm 5,060$ ° and the individual segments are broken up as follows:

The following segments are "onlease", no ROW needed.

- ±820' (0.2 miles) Section 6 T10S R23E (NE/4 SW/4) On-lease UTU38419, BLM surface, New 6" buried liquid gathering pipeline from the separator to the edge of the pad. Please refer to Topo D Pad and Pipeline Detail.
- ±2,020' (0.04 miles) Section 6 T10S R23E (NE/4 SW/4) On-lease UTU38419, BLM surface, New 6" buried liquid gathering pipeline from the edge of the pad to the southern section and lease line boundary. Please refer to Topo D Pad and Pipeline Detail and Exhibit B, Line 6.

The following segments require a ROW.

±2,220' (0.4 miles) – Section 7 T10S R23E (NW/4 NE/4) – Lease UTU38420, BLM surface, New 6" 6" buried liquid gathering pipeline from the northern section line boundary to the tie-in at the existing buried liquid gathering line (SE/4 NW/4 of section 7).

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed buried pipelines will be constructed utilizing existing disturbance when possible. The area of disturbance during construction from the edge of road or well pad will be 30' in width. The total pipeline disturbance width will be 30'. Where possible there will be no additional disturbance during construction, as the road will be utilized for construction vehicles. The liquid and gas gathering lines will be in the same trench.

The proposed trench width for the pipeline would range from 18-48 inch and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. The pipeline will be welded or zap locked along the proposed right-of-way and lowered into place. During construction blasting may occur along the proposed right-of-way when trenching equipment can not cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed buried pipeline will be visually and radiographically inspected and the entire pipeline will be pneumatically tested before being placed into service.

Upon completion of the proposed buried pipeline, the entire area of disturbance will be reclaimed to the standards proposed in the Green River District Reclamation Guidelines. Please refer to the MDP for more details regarding final reclamation. Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity, ownership, and to provide emergency contact phone numbers. Above ground valves and lateral T's will be installed at various locations to connect the new line to existing facilities and/or for safety purposes. Kerr-McGee requests for a permanent 30' right-of-way that will be maintained for the portion adjacent to the road. The need for the 30' permanent right-of-way is for maintenance and repairs.

When no longer serving a useful purpose, Kerr-McGee or it's successor will consult with the BLM, Vernal Field Office before termination.

Bonanza 1023-6K Pad Surface Use Plan of Operations 4 of 7

The Anadarko Completions Transportation System (ACTS) information:

See MDP for additional details on the ACTS System.

Upon completion of the wells on this pad, Kerr-McGee is also requesting to utilize this pit as an Anadarko Completion Transport System (ACTS) staging pit which will be utilized for other completion operations in the area. The ACTS process will reduce the amount of truck traffic on a field-wide basis, also reducing vehicle emissions and fugitive dust generation.

Kerr-McGee will use ACTS to optimize the completion processes for multiple pads across the project area which may include up to a section of development. ACTS will facilitate management of frac fluids by utilizing existing reserve pits and temporary, surface-laid aluminum liquids transfer lines between frac locations. The refurbished pit will be relined per the guidelines in the MDP. The pit will be refurbished as follows: mix and pile up drill cuttings with dry dirt, bury the original liner in the pit, walk bottom of pit with cat. Kerr-McGee will reline the pit with a 30 mil liner and double felt padding. The refurbished pit will be the same size or smaller as specified in the originally approved ROW/APD. The pit refurb will be done in a normal procedure and there will be no modification to the pit that does not coincide with Kerr-McGee's MDP. Hog fence panels (5' X 16') will be built and painted shadow gray and will be put up on the work side of the pit. Polypropylene netting will be installed over all pits. There will be two 500 bbl temporary frac tanks placed on the location. The trucks will unload water into these tanks before the water is placed into the refurbished pit. The

purpose of the temporary frac tanks is to collect any hydro-carbons that may have been associated with the other completion operations before releasing into the pit. The collected hydrocarbons will be treated and sold at approved sales facilities. A loading rack with drip containment will be also be installed where water trucks would unload and load to prevent damage caused from pulling hoses in and out of the pit.

ACTS will require temporarily laying multiple 6" aluminum water transfer lines on the surface between either existing or refurbished reserve pits. Please see the attached ACTS exhibit C for placement of the proposed temporary lines. The temporary aluminum transfer lines will be utilized to transport frac fluid being injected and/or recovered during the completion process and will be laid adjacent to existing access roads. Upon completion of the frac operation, the liquids transfer lines will be flushed with fresh water and purged with compressed air. The contents of the transfer lines will be flushed into a water truck for delivery to another ACTS location or a reserve pit.

The volume of frac fluid transported through a water transfer line will vary, but volume is projected to be approximately 1.75 bbls per 50-foot joint. Although the maximum working pressure is 125 psig, the liquids transfer lines will be operated at a pressure of approximately 30 to 40 psig.

Kerr-McGee requests to keep this netted pit open for one year. During this time the surrounding well location completion fluids may be recycled in this pit and utilized for other frac jobs in the area. After one year Kerr-McGee will backfill the pit and reclaim as stated in the MDP. Kerr-McGee understands that due to the temporary nature of this system, BLM considers this a casual use situation; therefore, no permanent ROW or temporary use plan will need to be issued by the BLM.

E. Location and Types of Water Supply:

See MDP for additional details on Location and Type of Water Supply.

Water for drilling and completion operations will be obtained from the following sources:

Permit # 49-2307 JD Field Services Green River- Section 15, T2N, R22E Permit # 49-2321 R.N. Industries White River- Section 2, T10S, R24E

Bonanza 1023-6K Pad Surface Use Plan of Operations 5 of 7

Permit # 49-2319 R.N. Industries White River- Various Sources
Permit # 49-2320 R.N. Industries Green River- Section 33, T8S, R23E

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

F. Construction Materials:

See MDP for additional details on Source of Construction Materials.

G. Methods for Handling Waste:

See MDP for additional details on Methods of Handling Waste Materials

Fluids disposal and pipeline/haul routes are depicted on Topo Map A.

Any produced water separated from recoverable condensate from the proposed well will be contained in a water tank and will then be transported by pipeline and/or truck to one of the pre-approved disposal sites:

RNI in Sec. 5 T9S R22E

NBU #159 in Sec. 35 T9S R21E Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E

Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Or to one of the following Kerr-McGee active Salt Water Disposal (SWD) wells:

NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E NBU 921-33F SWD in Sec. 34 T9S R21E

H. Ancillary Facilities:

See MDP for additional details on Ancillary Facilities. None are anticipated.

I. Well Site Layout:

See MDP and Well Pad Design Summary for additional details on Well Site Layout.

J. Plans for Surface Reclamation:

See MDP for additional details on Plans for Reclamation of the Surface.

Site Specific Reclamation Considerations:

Bonanza 1023-6K Pad Surface Use Plan of Operations 6 of 7

Reclamation Monitoring Reference Point for all wells on Pad (where a reclamation monitoring point has not been established at the time of APD submission, it will be submitted for approval under separate cover prior to surface disturbing activities):

Seed Mix to be used for Well Site, Access Road, and Pipeline (as applicable):

Bonanza Area Mix	Pure Live Seed lbs/acre
Crested Wheat (Hycrest)	2
Bottlebrush Squirreltail	1
Western Wheatgrass (Arriba)	1
Indian Ricegrass	1
Fourwing Saltbush	2
Shadscale	2
Forage Kochia	0.25
Rocky Mountain Bee Plant	0.5
Total	9.75

K. Surface/Mineral Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

L. Other Information:

See MDP for additional details on Other Information.

Onsite Specifics:

Construction: 30 Mil Double Felt
Facilities: Will be painted Shadow Grey
Top Soil: Need to save 4" topsoil

Resource Reports:

A Class I literature survey was completed on August 20, 2010 by Montgomery Archaeological Consultants, Inc (MOAC). For additional details please refer to report MOAC 10-066b.

A paleontological reconnaissance survey was completed on May 11, 2010 by SWCA Environmental Consultants. For additional details please refer to report UT10-14314-28.

Biological field survey was completed on May 3, 2010 by Grasslands Consulting, Inc (GCI). For additional details please refer to report GCI-218.

Right-of-Ways (ROW):

See MDP for additional information on ROW

Bonanza 1023-6K Pad Surface Use Plan of Operations 7 of 7

M. Lessee's or Operators' Representative & Certification:

Gina T. Becker Regulatory Analyst II Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086 Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

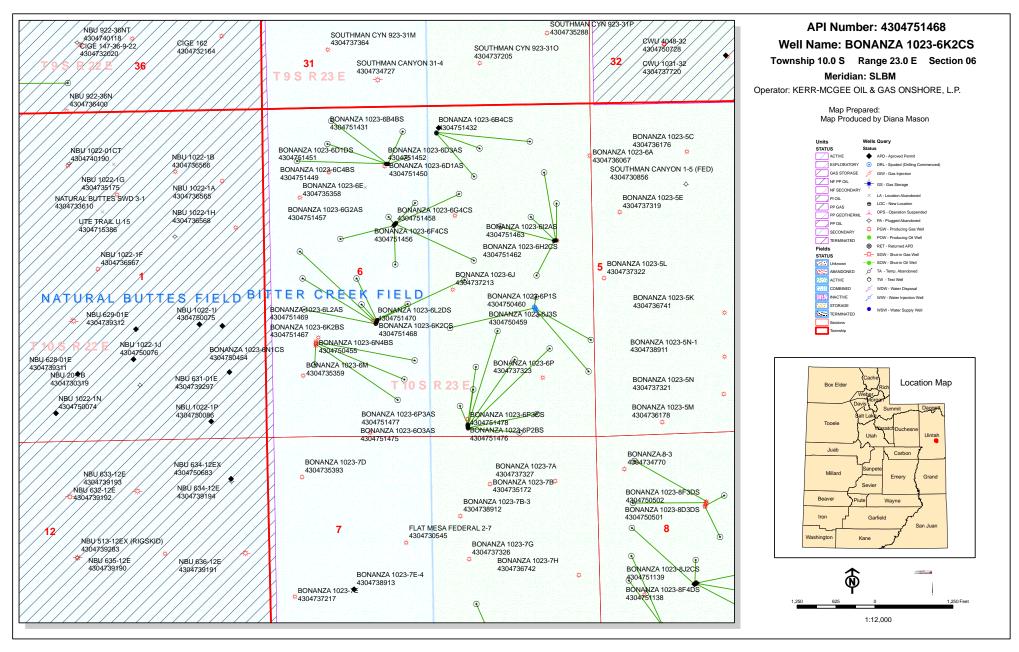
Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Gina T.Becker

December 29, 2010

Date



WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 1/4/2011 **API NO. ASSIGNED:** 43047514680000

WELL NAME: BONANZA 1023-6K2CS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) **PHONE NUMBER:** 720 929-6086

CONTACT: Gina Becker

PROPOSED LOCATION: NESW 06 100S 230E **Permit Tech Review:**

> **SURFACE: 1888 FSL 1720 FWL Engineering Review:**

> **BOTTOM:** 2165 FSL 1485 FWL Geology Review:

COUNTY: UINTAH

LATITUDE: 39.97587 LONGITUDE: -109.37214

UTM SURF EASTINGS: 639010.00 NORTHINGS: 4426138.00

FIELD NAME: NATURAL BUTTES **LEASE TYPE:** 1 - Federal

LEASE NUMBER: UTU38419 PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 1 - Federal **COALBED METHANE: NO**

RECEIVED AND/OR REVIEWED: LOCATION AND SITING: ✓ PLAT R649-2-3. Bond: FEDERAL - WYB000291 Unit: **Potash** R649-3-2. General Oil Shale 190-5 R649-3-3. Exception **Oil Shale 190-3** Oil Shale 190-13 **Drilling Unit**

Board Cause No: Cause 179-14 Water Permit: Permit #43-8496

Effective Date: 6/12/2008 **RDCC Review:**

Siting: 460' Fr Exterior Drilling Unit Boundary **Fee Surface Agreement**

✓ Intent to Commingle ✓ R649-3-11. Directional Drill

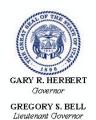
Commingling Approved

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 4 - Federal Approval - dmason 15 - Directional - dmason

API Well No: 43047514680000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: BONANZA 1023-6K2CS

API Well Number: 43047514680000

Lease Number: UTU38419 **Surface Owner:** FEDERAL **Approval Date:** 1/19/2011

Issued to:

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 179-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

Commingle:

In accordance with Board Cause No. 179-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

• Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)
OR

API Well No: 43047514680000

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at https://oilgas.ogm.utah.gov

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas Form 3160-3 (August 2007)

The:

RECEIVED

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

JAN 04-2010

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

5. Lease Serial No. UTU38419

APPLICATION FOR DEPMIT TO DOLL OF DEEN

	IODINEL ON IVELIA Black (seems a s	o. It fildran, Another of The Name
1a. Type of Work: DRILL REENTER		7. If Unit or CA Agreement, Name and No.
1b. Type of Well: Oil Well Gas Well Ott 2. Name of Operator Contact: VERB MOCKET OIL & CAS ONE LOCK!	GINA T BECKER	8. Lease Name and Well No. BONANZA 1023-6K2CS 9. API Well No.
KERR-MCGEE OIL & GAS ONSHORMEail: GINA.BE		43.047.51468
3a. Address P.O. BOX 173779 DENVER, CO 80202-3779	3b. Phone No. (include area code) Ph: 720-929-6086 Fx: 720-929-7086	10. Field and Pool, or Exploratory BONANZA
4. Location of Well (Report location clearly and in accorded	ance with any State requirements.*)	11. Sec., T., R., M., or Blk. and Survey or Area
At surface NESW 1888FSL 1720FWL	. 39.97586 N Lat, 109.37268 W Lon	Sec 6 T10S R23E Mer SLB
At proposed prod. zone NESW 2165FSL 1485FWL		
 Distance in miles and direction from nearest town or post APPROXIMATELY 51.7 MILES SOUTH OF VER 	office* RNAL, UTAH	12. County or Parish 13. State UINTAH UT
 Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1485 	16. No. of Acres in Lease 516.80	17. Spacing Unit dedicated to this well
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. on file
366	8594 MD 8567 TVD	WYB000291
21. Elevations (Show whether DF, KB, RT, GL, etc. 5221 GL	22. Approximate date work will start 06/30/2011	23. Estimated duration 60-90 DAYS
	24. Attachments	
The following, completed in accordance with the requirements of	f Onshore Oil and Gas Order No. 1, shall be attached to	this form:
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syste SUPO shall be filed with the appropriate Forest Service Off 	Item 20 above). Solution 20 above). Solution 20 above).	ons unless covered by an existing bond on file (see
25. Signature (Flectronic Submission)	Name (Printed/Typed)	Date

25. Signature (Electronic Submission)	Name (Printed/Typed) GINA T BECKER Ph: 720-929-6086	Date 01/04/2011
Title REGULATORY ANALYST II		
Approved by (Signature)	Name (Printed/Typed) Jerry Kenczka	NOV 0 7 2011
Assistant Field Manager Lands & Mineral Resources	VERNAL FIELD OFFICE	

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make the transfer of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional Operator Remarks (see next page)

NOV 2 8 2011

Electronic Submission #99968 verified by the BLM Well Information \$350 & MINING For KERR-MCGEE OIL & GAS ONSHORE, sent to the Vernal Committed to AFMSS for processing by ROBIN R. HANSEN on 01/05/2011 ()

NOTICE OF APPROVAL CONDITIONS OF APPROVAL ATTACHED

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

IDRRHOZ96AE

NOS 4/26/2010



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

Kerr McGee Oil & Gas Onshore

170 South 500 East

Well No: Bonanza 1023-6K2CS API No:

43-047-51468

Location:

NESW, Sec.6, T10S, R23E

Lease No: UTU-38419

Agreement: N/A

OFFICE NUMBER:

(435) 781-4400

OFFICE FAX NUMBER:

(435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	_	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut vn opreport@blm.gov.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well: Bonanza 1023-6K2CS 9/16/2011

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 designrated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
 work and contact the Authorized Officer (AO). A determination will be made by the AO as to what
 mitigation may be necessary for the discovered paleontologic material before construction can
 continue.

Site Specific Conditions of Approval

General Conditions of Approval

- Kerr McGee will adhere to all applicant committed conservation measures and conservation recommendations that are stated in the USFWS's "Final Biological Opinion for the Anadarko Petroleum Corporation Natural Buttes Unit and Bonanza Area Natural Gas Development Project.
- The operator will follow the Green River District Reclamation Guidelines for Reclamation.
- During operations if any vertebrate paleontological resources are discovered, in accordance with Section 6 of Form 3100-11 and 43 CFR 3162.1, all operations affecting such sites shall be immediately suspended, and all discoveries shall be left intact until authorized to proceed by the Authorized Officer. The appropriate Authorized Officer of the Vernal BLM office shall be notified within 48 hours of the discovery, and a decision as to the preferred alternative/course of action will be rendered.

Mitigation for Invasive Weeds

- All vehicles and equipment shall be cleaned either through power-washing, or other approved method, if the vehicles or equipment were previously operated outside the Uinta Basin, to prevent weed seed introduction.
- All disturbance areas would be monitored for noxious weeds annually, for a minimum of three growing seasons following completion of project or until desirable vegetation is established.
- Noxious and invasive weeds would be controlled throughout the area of project disturbance.
- Noxious weeds would be inventoried and reported to BLM in the annual reclamation report. Where
 an integrated pest management program is applicable, coordination has been undertaken with the
 state and local management program (if existing). A copy of the pest management plan would be
 submitted for each project.
- A pesticide use permit (PUP) would be obtained for the project, if applicable.

Page 3 of 6 Well: Bonanza 1023-6K2CS 9/16/2011

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- A copy of Kerr McGee's Standard Operating Practices (SOP version: dated 7/17/08 and approved 7/28/08) shall be on location.
- Surface casing cement shall be brought to surface.
- Production casing cement shall be brought 200' up and into the surface casing.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each

Page 4 of 6 Well: Bonanza 1023-6K2CS 9/16/2011

encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: Bonanza 1023-6K2CS 9/16/2011

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- For information regarding production reporting, contact the Office of Natural Resources Revenue (ONRR) at www.ONRR.gov.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written communication
 and must be received in this office by not later than the fifth business day following the date on
 which the well is placed on production. The notification shall provide, as a minimum, the following
 informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be
 reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported
 verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will
 be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of
 Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs,

Page 6 of 6 Well: Bonanza 1023-6K2CS

core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to
 the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first.
 All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All
 product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in
 accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
 suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
 obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior approval
 of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
 approval of the BLM Vernal Field Office shall be obtained and notification given before resumption
 of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or abandoned,
 all pits must be fenced immediately until they are backfilled. The "Subsequent Report of
 Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of
 the well bore, showing location of plugs, amount of cement in each, and amount of casing left in
 hole, and the current status of the surface restoration.

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE		FORM 9
ι	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419		
SUNDR	Y NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly d reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-6	9. FIELD and POOL or WILDCAT: 5NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NESW Section: 0	HIP, RANGE, MERIDIAN: 06 Township: 10.0S Range: 23.0E Meridi	ian: S	STATE: UTAH
11. CHECH	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
A / 4 O / O O 4 O	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
1/19/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
			✓ APD EXTENSION
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
Kerr-McGee Oil & G an extension to this	completed operations. Clearly show a leas Onshore, L.P. (Kerr-McGe APD for the maximum time a with any questions and/or co	ee) respectfully requests allowed. Please contact	epths, volumes, etc. Approved by the Uahuaiyisisingの12 Oil, Gas and Mining
			Date:
			Ву:
NAME (PLEASE PRINT)	PHONE NUMBE		
Danielle Piernot	720 929-6156	Regulatory Analyst	
SIGNATURE N/A		DATE 1/17/2012	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047514680000

API: 43047514680000 Well Name: BONANZA 1023-6K2CS

Location: 1888 FSL 1720 FWL QTR NESW SEC 06 TWNP 100S RNG 230E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 1/19/2011

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
• Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of thi proposed well? Yes No
• Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? (Yes (No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
• Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No
unature: Danielle Piernot Date: 1/17/2012

Title: Regulatory Analyst Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE		FORM 9
ſ	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419		
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly reenter plugged wells, or to drill horizo n for such proposals.		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021	PHONE NUMBER: 73779 720 929-	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 06 Township: 10.0S Range: 23.0E Merio	dian: S	STATE: UTAH
11. CHECK	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud: 3/8/2012	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
0/0/2012	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
	WILDCAT WELL DETERMINATION	U OTHER	<u>'</u>
MIRU TRIPPLE A BU RAN 14" 36.7# SCI	COMPLETED OPERATIONS. Clearly show JCKET RIG. DRILLED 20" CON HEDULE 10 PIPE. CMT W/28 ELL ON 03/08/2012 AT 170	NDUCTOR HOLE TO 40'. SX READY MIX. SPUD	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY March 16, 2012
NAME (PLEASE PRINT) Sheila Wopsock	PHONE NUMB 435 781-7024	Regulatory Analyst	
SIGNATURE N/A		DATE 3/14/2012	

Sundry Number: 23976 API Well Number: 43047514680000 FEDERAL APPROVAL OF THIS ACTION IS NECESSARY

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE	CES	FORM 9
ı	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419		
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for pro current bottom-hole depth, FOR PERMIT TO DRILL form	posals to drill new wells, significantly reenter plugged wells, or to drill horizo n for such proposals.	deepen existing wells below ntal laterals. Use APPLICATION	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 8021	PHONE NUMBER: 720 929-0	9. FIELD and POOL or WILDCAT: 5.NIATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 06 Township: 10.0S Range: 23.0E Merio	dian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOF	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
7	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
3/19/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Bate of Work Completion.	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
 	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
Report Bate.	WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show	all pertinent details including dates, o	depths, volumes, etc.
Specifically, the operation, a surface of other aspects of the	quests approval for changes perator requests approval fo casing change and a product e previously approved drillir	r a closed loop drilling tion casing change. All ng plan will not change.	Accepted by the Utah Division of Oil, Gas and Mining Date: March 20, 2012
Ple	ease see the attachment. Tha	ank you.	By: Dork Out
NAME (PLEASE PRINT)	PHONE NUMB	ER TITLE	
Jaime Scharnowske	720 929-6304	Regulartory Analyst	
SIGNATURE N/A		DATE 3/19/2012	

Bonanza 1023-6K2CS Drilling Program
1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

BONANZA 1023-6K2CS

Surface: 1888 FSL / 1720 FWL NESW BHL: 2165 FSL / 1485 FWL NESW

Section 6 T10S R23E

Uintah County, Utah Mineral Lease: UTU-38419

ONSHORE ORDER NO. 1

DRILLING PROGRAM

Estimated Tops of Important Geologic Markers: Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,232'	
Birds Nest	1,494'	Water
Mahogany	1,859'	Water
Wasatch	4,248'	Gas
Mesaverde	6,405'	Gas
Sego	8,567'	Gas
TVD	8,567'	
TD	8,594'	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

Bonanza 1023-6K2CS Drilling Program 2 of 7

7. **Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at 8567' TVD, approximately equals 5,483 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,586 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

Bonanza 1023-6K2CS Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

Bonanza 1023-6K2CS Drilling Program
4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

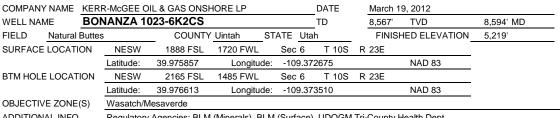
10. <u>Other Information:</u>

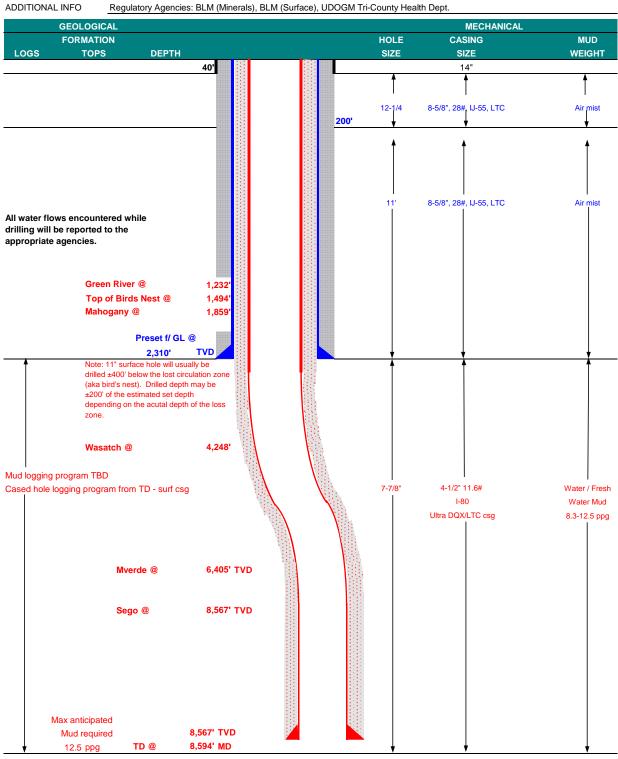
Please refer to the attached Drilling Program.

Bonanza 1023-6K2CS Drilling Program
5 of 7



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM





Bonanza 1023-6K2CS Drilling Program
6 of 7



KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

					(IEEII 10		<u> </u>				
CASING PROGRAM								DESIGN	FACTORS		
										LTC	DQX
	SIZE	INTE	ERVAL	_	WT.	GR.	CPLG.	BURST	COLL	APSE	TENSION
CONDUCTOR	14"	0	-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,310	28.00	IJ-55	LTC	2.34	1.74	6.14	N/A
								7,780	6,350	223,000	267,035
PRODUCTION	4-1/2"	0	to	5,000	11.60	I-80	DQX	1.11	1.14		3.31
	4-1/2"	5.000	to	8.594'	11.60	I-80	LTC	1.11	1.14	6.61	

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water to	o surface,	option 2 wi	ll be utilized	
Option 2 LEAD	1,810'	65/35 Poz + 6% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,744'	Premium Lite II +0.25 pps	290	35%	12.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,850'	50/50 Poz/G + 10% salt + 2% gel	1,150	35%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well.

1 centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

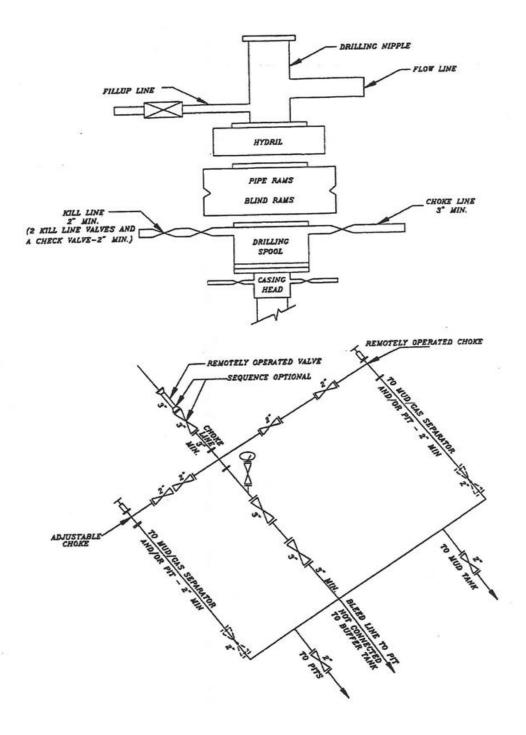
Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:		DATE:		
	Nick Spence / Danny Showers / Chad Loesel	_		
DRILLING SUPERINTENDENT:		DATE:		

Kenny Gathings / Lovel Young

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A BONANZA 1023-6K2CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

RECEIVED: Mar. 19, 2012

Sundry Number: 24102 API Well Number: 43047514680000

	STATE OF UTAH			FORM 9
1	DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS, AND MI			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419
SUNDR	RY NOTICES AND REPORTS	S ON W	/ELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	oposals to drill new wells, significantly reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.			9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 802		E NUMBER: 720 929-6	9. FIELD and POOL or WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL				COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 06 Township: 10.0S Range: 23.0E Mer	eridian: S		STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	ATE NAT	URE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION			TYPE OF ACTION	
	ACIDIZE	☐ ALT	ER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	СНА	NGE TUBING	CHANGE WELL NAME
Approximate date work will start.	CHANGE WELL STATUS	Сом	MINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRA	CTURE TREAT	☐ NEW CONSTRUCTION
· ·	OPERATOR CHANGE	PLU	G AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME		LAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION		ETRACK TO REPAIR WELL	TEMPORARY ABANDON
				WATER DISPOSAL
✓ DRILLING REPORT	LU TUBING REPAIR		T OR FLARE	
Report Date: 3/22/2012	WATER SHUTOFF		A STATUS EXTENSION	APD EXTENSION
37 = 7 = 0 . =	WILDCAT WELL DETERMINATION	ОТН	ER	OTHER:
MIRU AIR RIG ON M RAN SURFACE CAS	COMPLETED OPERATIONS. Clearly show ARCH 20, 2012. DRILLED SU SING AND CEMENTED. WELL OF CEMENT JOB WILL BE INC COMPLETION REPORT	SURFAC LIS WA CLUDE	CE HOLE TO 2,465'. ITING ON ROTARY	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY March 26, 2012
NAME (PLEASE PRINT)	PHONE NUM		TITLE	
Jaime Scharnowske	720 929-6304		Regulartory Analyst	
SIGNATURE N/A			OATE 3/23/2012	

STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES** DIVISION OF OIL, GAS AND MINING

ENTITY ACTIO	N FORM
KERR McGEE OIL & GAS ONSHORE LP	Operator Account Number: N 2995
1368 SOUTH 1200 EAST	

Operator: Address:

1368 SOUTH 1200 EAST

city VERNAL

zip 84078 state UT

Phone Number: (435) 781-7024

Well 1

API Number	Well	Name	QQ	Sec	Twp	Rng	County	
4304751468	NESW	6	105	23E	UINTAH			
Action Code	Current Entity Number	New Entity Number	Spud D		te	Entity Assignment Effective Date		
A	99999	18453		3/8/2012	2	31	20/2013	

Comments:

MIRU TRIPPLE A BUCKET RIG.

WSMVD

SPUD WELL ON 03/08/2012 AT 1700 HRS.

API Number	Well	QQ	Sec	Twp	Rng	County		
4304751464	4304751464 BONANZA 1023-6E3AS				108	23E	UINTAH	
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date		
Ω	99999	18454	3/8/2012			36	2012012	
Comments: MIRI SPU	U TRIPPLE A BUCKET D WELL ON 03/08/2012	RIG. WSM 2 AT 1330 HRS. BH		'n				

API Number	Well Name QQ	Sec	Twp	Rng	County			
4304751469	BONANZA 1023-6L2	NESW	6	108	23E	UINTAH		
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date		
A	99999	190455		3/8/201	2	318	20 1201	

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

SHEILA WOPSOCK

Name (Please Print) Signature

Title

REGULATORY ANALYST

3/13/2012 Date

RECEIVED

(5/2000)

MAR 1 5 2012

Div. of Oil. Gas & Mining

	STATE OF UTAH		FORM 9
ι	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
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NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
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24.0 5. 110.1. 50.1	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:			
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
✓ DRILLING REPORT	L TUBING REPAIR	☐ VENT OR FLARE ☐	☐ WATER DISPOSAL
Report Date: 5/18/2012	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
3/10/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU ROTARY R 5/17/2012. RAN 4-1 PRODUCTION CASIN HRS. DETAILS OF	COMPLETED OPERATIONS. Clearly show LIG. FINISHED DRILLING FRO /2" 11.6# I-80 PRODUCTION NG. RELEASED XTREME 12 IN FORMENT JOB WILL BE INCLUSED OF THE SECOND EPORT. WELL IS WAITING ON ACTIVITIES.	OM 2465' TO 8614' ON N CASING. CEMENTED RIG ON 5/17/2012 @ 8:00 JDED WITH THE WELL	Accepted by the Utah Division of
NAME (PLEASE PRINT) Cara Mahler	PHONE NUME 720 929-6029	BER TITLE Regulatory Analyst I	
SIGNATURE N/A		DATE 5/21/2012	

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MININ		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419
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NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBER 720 929-6304	R TITLE Regulartory Analyst	
SIGNATURE N/A		DATE 7/6/2012	

RECEIVED: Jul. 06, 2012

	STATE OF UTAH		FORM 9
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1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHC n Street, Suite 600, Denver, CO, 80217 377	NE NUMBER: '9 720 929-6	9. FIELD and POOL or WILDCAT: 5NATUERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	IIP, RANGE, MERIDIAN: 16 Township: 10.0S Range: 23.0E Meridian:	s	STATE: UTAH
11. CHECK	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	/ENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	water shutoff	SI TA STATUS EXTENSION	APD EXTENSION
8/2/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
l .	COMPLETED OPERATIONS. Clearly show all peor the month of July 2012. Well		Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY August 02, 2012
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMBER 720 929-6029	TITLE Regulatory Analyst I	
SIGNATURE	, 20 020 0020	DATE	
N/A		8/2/2012	

	STATE OF UTAH		FORM 9
ι	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU38419
SUNDR	RY NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly deep reenter plugged wells, or to drill horizontal n for such proposals.		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-6K2CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047514680000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHO n Street, Suite 600, Denver, CO, 80217 377	DNE NUMBER: 79 720 929-6	9. FIELD and POOL or WILDCAT: 5NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1888 FSL 1720 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 06 Township: 10.0S Range: 23.0E Meridian:	S	STATE: UTAH
11. CHECK	K APPROPRIATE BOXES TO INDICATE N	IATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
8/24/2012		OTHER	OTHER:
			<u> </u>
THE SUBJECT WEL	COMPLETED OPERATIONS. Clearly show all pe L WAS PLACED ON PRODUCTION WELL HISTORY WILL BE SUBMITTOM COMPLETION REPORT.	ON ON 8/24/2012. THE	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY August 28, 2012
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Cara Mahler	720 929-6029	Regulatory Analyst I	
SIGNATURE N/A		DATE 8/27/2012	

Form 3160-4 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

	WELL C	OMPL	ETION OF	REC	OMP	LETIC	N RE	POR	RT A	AND L	OG		- 1		ase Serial N TU38419	10.	
1a. Type of \	Vall 🗖 (oil Well	☑ Gas W	ell	Dry		ther							6. If I	ndian, Allo	ttee or	Tribe Name
b. Type of (] Work		D De		☐ P	lug	Back	☐ Dif	f. Re	svr.	7. Un	it or CA A	greeme	nt Name and No.
		Other	r					.,						U	TU88209A		
2. Name of C	Operator	R GAS C	ONSHORE	Mail: ca	Co ra.mah	ntact: C. ler@an	ARA M adarko	AHLEI	R					В	ONANZA	1023-6	K2CS
3. Address		STREE	T, SUITE 18				3a.	Phone: 720-9	No 929	. (include -6029	area co	ode)		9. AI	I Well No.		43-047-51468
4. Location of	of Well (Repo	ort location	on clearly and	in acco	rdance	with Fed	eral req	uireme	nts)	*					ield and Po ATURAL I		xploratory S
At surfac			L 1720FWL										-	11 \$	ec T R	M. or	Block and Survey OS R23E Mer SLB
At top pro	od interval re	ported be	elow NES	N 2183	FSL 14	91FWL							1	12. C	ounty or P		13. State
At total d	epth NES	W 2159i	FSL 1494FV				SM			· .				-	INTAH	DE KE	, RT, GL)*
14. Date Spu 03/08/20	idded 112		15. Da 05/	e T.D. I 17/2012	Reached	•			&	Complete A 🔼 1/2012	ed Ready				521	19 GL	
18. Total De	pth:	MD TVD	8614 8582		19. Plu	g Back T	.D.:	MD TVI			58 26	- 1	=		ige Plug Se		MD TVD
21. Type Ele BHV-SD	ectric & Othe DSN/ACTF		nical Logs Ru GR/CCL/TEM	n (Subn P	nit copy	of each)					22. W	/as w /as D irecti	ell cored ST run? ional Sur	? vey?	No No No	☐ Yes ☐ Yes ☑ Yes	(Submit analysis) (Submit analysis) (Submit analysis)
23. Casing and	d Liner Reco	rd (Repo	rt all strings	set in we	:11)		·										
Hole Size	Size/Gr	ade	Wt. (#/ft.)	Top (MD	1	Bottom (MD)		Cemer Depth	nter		of Sks. & of Ceme	ent	Slurry (BB)		Cement'	Гор*	Amount Pulled
20.000		00 STL	36.7		9	245	_					28 575				0	
11.000		5 JJ-55	28.0		이	245 860	_				1	585				1362	
7,875	4,500) P-110	11.6		0	000	*					000					
															<u> </u>		
24. Tubing	Record							(a. 57m.)	1 -		. 00	<u>, </u>	Cina	I n	opth Set (M	D) [Packer Depth (MD)
	Depth Set (M		acker Depth (MD)	Size	Der	th Set (MD)		acker De	ptn (M	<u> </u>	Size	1 100	spur set (w	"	Tucker Depart (MAD)
2.375 25. Producin		953				20	5. Perfo	ration I	Reco	ord		<u>.</u>					
	rmation		Top	T	Botto	m		Perfora	ited	Interval		I	Size		No. Holes	ļ	Perf. Status
A)	WASA	тсн		5687	(3410					TO 641	_	0.3			OPE	
B)	MESAVE			7105		3470				7105	TO 847	<u> </u>	0.3	60	114	OPE	N
C)				-+								╌		十		+	
D)			. Conserv	Eto													
			ment Squeeze	, B.C.					A	mount ar	d Type	of M	aterial			RE(FIVED
	Depth Interva	87 TO 8	470 PUMP 7	.837 BB	LS SLIC	K H2O 8	163,40	00 LBS									
		01 100														<u>ED</u>	2 5 2012
								· · · ·									
															DIV.	OF OIL	., GAS & MINING
	on - Interval		Test	Oil	Ga	<u></u>	Water	10	Oil G	iravity		Ges		Produc	tion Method		
Date First Produced	Test Date	Hours Tested	Production	BBL	М	CF .	BBL O.			API	ľ	Gravity	′		FLO	WS FR	OM WELL
08/24/2012	08/26/2012	24 Cen	24 Hr.	O.0 Oil	Ga	2276.0	Water		Gas:0			Well S	tatus	L			
Choke Size	Tbg. Press. Flwg. 1523	Cag. Press.	Rate	BBL	MO		BBL		Ratio)		ŗ	PGW				
20/64	SI tina Intomia	2192.0		0		2210	' '										
28a. Produc	tion - Interva	Hours	Test	Oil	Ga		Water			3ravity		Gas		Produc	ction Method		
Produced	Date	Tested	Production	BBL	M	∴F	BBL		COTT	, API		Gravity	,	<u> </u>	_, _,		
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Ga M		Water BBL		Gas:			Well S	tatus				

200, F100 ate First	uction - Interv	Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method	
ete First roduced	Date	Tested	Production	BBL	MCF	BBL	Corr. API	Gravity		,,, , , , , , , , , , , , , , , , , ,
hoke ze	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Statu	18	
28c. Prod	uction - Interv	al D							In the standard and a standard	
ate First roduced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	· <u></u>
hoke ize	Tbg. Press. Fiwg.	Cag. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well State	118	
29. Dispo	sition of Gas	Sold, used	l for fuel, vent	ed, etc.)		k				
SOLI	nary of Porous	Zones (II	nchide Aquife	rs):				3	31. Formation (Log) Markers	
Show tests,	-11 Normandama		annanitrand à	antento the	reof: Corec ne tool ope	l intervals and n, flowing an	i all drill-stem d shut-in pressures	3		
	Formation		Тор	Botton		Descripti	ons, Contents, etc		Name	Top Meas. Dept
									GREEN RIVER BIRD'S NEST MAHOGANY WASATCH MESAVERDE	1236 1505 1955 4271 6451
		•								,
								. 1		
										·
							·			
The the s	tional remarks first 210 ft. of surface hole v TC csg was r ory, perforatio	tne surr vas drille un from	ace note wat d with an 11 5.036 ft. to (in. bit. DO 3.603 ft. A	TX CSC W	is nin nom i	รมกรดด เด อ.บงอ			
aa <i>C</i> :1	le enclosed attr	ahmanta								
	le enclosed atti lectrical/Mech			eq'd.)		2. Geolog	ic Report	3. E	OST Report 4. D	irectional Survey
	undry Notice f				n	6. Core A	nalysis	7 0	ther:	
34. I her	eby certify tha	t the fore	going and atta Elec	tranic Sub	mission #1	50790 Verifi	correct as determined by the BLM VAS ONSHORE L,	Vell Informa	vailable records (see attached in tion System. Vernai	structions):
Nam	e (please print	CARA	MAHLER				Title 2	AUTHORIZE	D REPRESENTATIVE	
Sign	ature	(Electr	onic Submis	sion)			Date (9/18/2012		
	-									

Operation Summary Report

 Well: BONANZA 1023-6K2CS GREEN
 Spud Date: 3/20/2012

 Project: UTAH-UINTAH
 Site: BONANZA 1023-6K PAD
 Rig Name No: XTC 12/12, CAPSTAR 310/310

 Event: DRILLING
 Start Date: 12/8/2011
 End Date: 5/18/2012

Active Datum: RKB @5,234.00usft (above Mean Sea Level)

UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0

Level)			manufacture to the state of the	na a sera aren 18	and the second		T TO THE STREET	
Date	3.4	Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
3/20/2012	6:00	- 11:00	5.00	DRLSUR	01	Α	Р	SKID RIG, RIG UP
	11:00	- 14:00	3.00	DRLSUR	01	В	P	WELD ON ROT HEAD, INSTALL BLOWIE LINE, PU BHA, AIR OUT PUMPS
	14:00	- 17:00	3.00	DRLSUR	02	D	Р	SPUD DRLG 12.25" SURFACE HOLE F/40' T/ 210' ROP=100 ' @ FPH WOB= 24-28K RPM= 55/105
								SPP= 920/580 GPM= 620 TRQ= 2800/1700 PU/SO/RT= 28/22/25
		- 18:00	1.00	DRLSUR	06	Α	Р	POOH, LD 12.25'.
	18:00	- 19:30	1.50	DRLSUR	06	Α	Р	PU 11.00" BIT AND DIR TOOLS, TIH
	19:30	- 0:00	4.50	DRLSUR	02	Đ	P	DRLG 11.00" SURFACE HOLE F/210' T/ 550' ROP=76 ' @ FPH WOB= 24-28K RPM= 55/105 SPP= 1010/750 GPM= 620 TRQ= 2800/1700 PU/SO/RT= 63/54/57
3/21/2012	0:00	- 7:30	7.50	DRLSUR	02	D	Р	DRLG 11.00" SURFACE HOLE F/550' T/ 1468' ROP=76 ' @ FPH WOB= 24-28K RPM= 55/105 SPP= 1050/850 GPM= 620 TRQ= 2800/1700 PU/SO/RT= 70/64/67
	7:30	- 8:00	0.50	DRLSUR	07	Α	P	RIG SERVICE
	8:00	- 0:00	16.00	DRLSUR	02	D	P	DRLG 11.00" SURFACE HOLE F/1468' T/2450' ROP=61 ' @ FPH WOB= 24-28K RPM= 55/105 SPP= 1200/950 GPM= 620 TRQ= 2800/1700 PU/SO/RT= 112/90/102 ON AIR 900 CFM FROM 1665'
						W		FROM 1468 TO 1800' DRILLING /SLIDING WITH 1 PUMP ONLY. PUMP 1 DOWN, SUCTION HOSE FROM CHARGE PUMP FAILED. PART ON ROUTE FROM VERNAL. PART ARRIVED, REPAIRED PUMP AT 1300

Operation Summary Report

 Well: BONANZA 1023-6K2CS GREEN
 Spud Date: 3/20/2012

 Project: UTAH-UINTAH
 Site: BONANZA 1023-6K PAD
 Rig Name No: XTC 12/12, CAPSTAR 310/310

 Event: DRILLING
 Start Date: 12/8/2011
 End Date: 5/18/2012

Active Datum: F	RKB @5,2	234.00usft (al	oove Mean S	Sea	UWI: N	E/SW/0/1	0/S/23/E/6/	/0/0/26/PM/S/1888/W/0/1720/0/0
Level) Date	5 K. W. V.	Time	Duration	Phase	Code	Sub	P/U	MD From Operation
Date	s	tart-End	(hr)	* 1 ****		Code		(usft)
3/22/2012	0:00	- 0:30 - 2:00	0.50	DRLSUR	02	D	P	DRLG 11.00" SURFACE HOLE F/2450' T/2465' ROP=61' @ FPH WOB= 24-28K RPM= 55/105 SPP= 1210/950 GPM= 620 TRQ= 2800/1700 PU/SO/RT= 113/90/104 ON AIR 900 CFM FROM 1665' CIRC PRIOR TO TRIP
	2:00	- 5:30	3.50	DRLSUR	06	D	Р	POOH, LAY DOWN 11.00" BIT AND DIRECTIONAL
	5:30		0.50	DRLSUR	12	A	Р	TOOLS RIG UP TO RUN CASING
		- 6:00						1
	6:00	- 8:30 - 12:00	2.50 3.50	DRLSUR	12	E	P	PJSM /// RUN 55 JT'S, 8-5/8", 28#, J-55, LT&C CSG /// SHOE SET @ 2442' /// BAFFLE @ 2396' //PJSM// PRESSURE TEST LINES TO 2000 PSI. PUMP 140 BBLS OF WATER AHEAD. PUMP 20 BBLS OF 8.3# GEL WATER AHEAD. PUMP (300 SX) 61.4 BBLS OF 15.8# 1.15 YD 5 GAL/SK PREMIUM CEMENT. DROP PLUG ON FLY. DISPLACE W/ 149.6 BBLS OF H20. FINAL LIFT OF 300 PSI AT 4 BBL/MIN. BUMP PLUG W/800 PSI HELD FOR 5 MIN. FLOAT DID NOT HOLD. PUMP (275 SX) 56.3 BBLS OF SAME TAIL CEMENT W/ 4% CALC. (2 TOPOUTS)DOWN BACKSIDE. WAIT 1.5 HOURS, IN BETWEEN EACH TOPOUT, SHUT DOWN AND CLEAN TRUCK. NO CEMENT TO SURFACE. WILL TOP OUT ON NEXT JOB RELEASE RIG AT 1200, SKID TO BONANZA
5/13/2012	19:00	- 21:00	2.00	MIRU	01	С	Р	1023-6K2BS, WELL 5 OF 7 PULL CATWALK FOWARD. INSTALL ZIPPER LINE. SKID RIG FOWARD 20' PAST PRE-EXISTING WELL AND OVER WELL. CENTER AND LEVEL RIG, PUSH CAT WALK BACK INTO PLACE. INSTALL VIBRATING HOSES.
!	21:00	- 21:30	0.50	MIRU	14	A	Р	SET DOWN STACK AND SCREW DOWN CAMERON QUICK FLANGE. INSTALL 20' EXTENSION FOR CHOKE LINE. INSTALL FLOW LINE AND CHAIN UP. INSTALL TURN BUCKLES TO STACK. (FILL PITS WITH DRILL WATER AND RUN CONVENTIONAL TO REMOVE SOLIDS)
		- 0:00	2.50	MIRU	15	A	Р	HOLD SAFETY MEETING. TEST TOP DRIVE VALVE, I-BOP VALVE, FLOOR VALVE, DART VALVE, PIPE AND BLIND RAMS, INSIDE AND OUTSIDE KILL LINE VALVES INSIDE CHOKE LINE VALVE, HCR VALVE, CHOKE LINE, CHOKE MANIFOLD VALVES AND CHOKES TO 5000 PSI FOR 10 MINUTES AND 250 PSI FOR 5 MINUTES.
5/14/2012	0:00	- 2:00	2.00	MIRU	15	Α	P	TEST ANNULLAR TO 2500 PSI FOR 10 MIN AND 250 PSI FOR 5 MINUTES. TESTING CASING TO 1500 PSI FOR 30 MINUTES. INSTALL WEAR BUSHING. (PREPARE BHA AND DRILL PIPE WHILE TESTING)

Operation Summary Report

Well: BONANZA 1023-6K2CS GRE	EN					Spud Date: 3/20/2012
Project: UTAH-UINTAH		Site: BON	ANZA 10	23-6K P	AD	Rig Name No: XTC 12/12, CAPSTAR 310/310
Event: DRILLING		Start Date	: 12/8/20	111		End Date: 5/18/2012
Active Datum: RKB @5,234.00usft Level)	(above Mean Se	а	UWI: NE	E/SW/0/1	0/S/23/E	/6/0/0/26/PM/S/1888/W/0/1720/0/0
Date Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
2:00 - 2:30	0.50	MIRU	07	A	P	SERVICE TOP DRIVE. CHECK BRAKES AND ADJUST. CHECK EMERGENCY E-STOP BUTTON. PERFORM PRE SPUD INSPECTION.
2:30 - 6:00	3.50	MIRU	06	A	Р	P/U WEATHERFORD 1.5 BH .20 RPG MOTOR (SN 625-1482). MADE UP SMITH MDI 516 BIT W/ 5-16'S (SN JF4227). SCRIBED MOTOR. P/U DOUBLE PIN, NON MAG TOOL CARRIER AND EM SUB. INSTALL EM TOOL. P/U MONEL AND CROSSOVER TO HWDP. TRIP IN HOLE WITH HEAVY WEIGHT DRILL PIPE @ 950' INSTALL NEW ROTATING HEAD RUBBER.
6:00 - 7:00	1.00	DRLPRO	02	F	P	TRIP IN AND TAG CEMENT 2344'. SPUD 5/14//2012 06:00 DRILL CEMENT AND FLOAT EQUIPMENT 2344'-2471'. SURFACE CASING SHOE @ 2448'. DRILLED WITH 15K ON BIT AND 45 RPM. @ 450 GPM.
7:00 - 12:00	5.00	DRLPRO	02	D	P	DRILL SLIDE 2471'-3081' (610',122'/HR) WEIGHT ON BIT 18-21K. AVERAGE WEIGHT ON BIT 19K. ROTARY RPM 60. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 1800/1350. DIFFERENTIAL 450. TORQUE HIGH/LOW 8200/7500. OFF BOTTOM TORQUE 3000 STRING WEIGHT UP/DOWN/ROT 86/68/71. DRAG 15K. COME OUT OF SHOE @ 9 DEGREES AND DROP. SLIDE TO DROP ANGLE 17' NORTH 20' WEST OF CENTER @ 3081". SLIDE 90' AT 70'/HR. SLIDE 15% ROTATE 85%. RUNNING 2 CENTRIFUGES AND DE WATERING.(WT 8.5 VIS 28.) USED 33 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 30 BBLS DRILL WATER INTO FORMATION. (LOSING 6 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 50 BBLS OF DRILL WATER TO PITS FOR VOLUME) NO FLARE. BOP DRILL 45 SEC

				U	s ROC	KIES RI	EGION				
				Opera	tion S	Summa	ry Report				
Well: BONANZA	1023-6K2CS GREEN					Spud Date: 3/20	/2012				
Project: UTAH-U	Project: UTAH-UINTAH Site: BC			NANZA 10	023-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310			
Event: DRILLING Start Da			Start Date	e: 12/8/20	011			End Date: 5/18/2012			
Active Datum: RKB @5,234.00usft (above Mean Sea			ea	UWI: NI	E/SW/0/1	0/S/23/E/	6/0/0/26/PM/S/188	8/W/0/1720/0/0			
Level)											
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation			
	12:00 - 17:30 17:30 - 18:00	5.50	DRLPRO	02	D	P		DRILL SLIDE 3081'-3898' (817',148'/HR) WEIGHT ON BIT 18-21K. AVERAGE WEIGHT ON BIT 19K. ROTARY RPM 60. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 1850/1425. DIFFERENTIAL 425. TORQUE HIGH/LOW 8000/6800. OFF BOTTOM TORQUE 3200 STRING WEIGHT UP/DOWN/ROT 89/74/79. DRAG 11K. HOLE VERTICAL AT 3171'. WELLBORE 7' NORTH 15' WEST OF CENTER @ 3802'. SLIDE 40' AT 60'/HR. SLIDE 5% ROTATE 95%. RUNNING 2 CENTRIFUGES AND DE WATERING.(WT 8.5 VIS 28.) USED 44 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 82 BBLS DRILL WATER INTO FORMATION. (LOSING 15 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 130 BBLS OF FRESH TO PITS FOR VOLUME) NO FLARE. BOP DRILL 45 SEC SERVICE RIG. SERVICE TOP DRIVE. CHECK BRAKES FOR ADJUSTMENT. CHECK EMERGENCY STOP			
	18:00 - 0:00	6.00	DRLPRO	02	D	Р		BUTTON. SERVICE CROWN. DRILL SLIDE 3898'- 4828' (930',155'/HR)			
								WEIGHT ON BIT 18-22K. AVERAGE WEIGHT ON BIT 20K. ROTARY RPM 55-60. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 1950/1550. DIFFERENTIAL 400. TORQUE HIGH/LOW 8900/7400. OFF BOTTOM TORQUE 4000 STRING WEIGHT UP/DOWN/ROTATING 119/99/103. DRAG 16K. WELLBORE 11' NORTH AND 5' WEST @ 4801'. SLIDE 45' AT 45'/HR. SLIDE 5% ROTATE 95%. RUNNING 2 CENTRIFUGES AND DE WATERING.(WT 8.5 VIS 28.) USED 50 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 60 BBLS DRILL WATER INTO FORMATION. (LOSING 10 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 120 BBLS OF DRILL WATER TO PITS FOR VOLUME) NO FLARE.			

Well: BONANZA	4 1023-6K2CS GREE	N					Spud Date: 3/20	0/2012	
Project: UTAH-l	UINTAH		Site: BON	IANZA 10	23-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310	
vent: DRILLIN	G		Start Date					End Date: 5/18/2012	
Active Datum: RKB @5,234.00usft (above Mean Se Level)			ea	UWI: NI	E/SW/0/1	0/S/23/E	6/0/0/26/PM/S/188	88/W/0/1720/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P	MD From (usft)	Operation	
5/15/2012	0:00 - 5:30	5.50	DRLPRO	02	D	P		DRILL SLIDE 4828'- 5570' (742', 134'/HR) WEIGHT ON BIT 18-22K. AVERAGE WEIGHT ON BIT 20K. ROTARY RPM 60-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2000/1600. DIFFERENTIAL 400. TORQUE HIGH/LOW 8900/7400. OFF BOTTOM TORQUE 4000 STRING WEIGHT UP/DOWN/ROTATING 132/104/107. DRAG 25K. WELLBORE 22' NORTH AND 0' WEST @ 5436'. SLIDE 0' SLIDE 0' SLIDE 0' SLIDE 0% ROTATE 100%. RUNNING 2 CENTRIFUGES AND DE WATERING. (WT 8.5 VIS 26.) USED 40 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 74 BBLS DRILL WATER INTO FORMATION. (LOSING 13 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 135 BBLS OF DRILL WATER TO PITS FOR VOLUME) NO FLARE. (ADDING POLY THOUGH OUT WELL TO ATTEMPT TO STABILIZE SHELLS)	
	5:30 - 6:00	0.50	DRLPRO	07	Α	P		SERVICE RIG. SERVICE TOP DRIVE. CHECK BRAKES FOR ADJUSTMENT. CHECK EMERGENCY STOP BUTTON.	

Vell: BONANZA 1023-6K2CS GREEN		Spud Date: 3/20	
roject: UTAH-UINTAH	Site: BONANZA 102	023-6K PAD	Rig Name No: XTC 12/12, CAPSTAR 310/310
vent: DRILLING	Start Date: 12/8/201	011	End Date: 5/18/2012
ctive Datum: RKB @5,234.00usft (above Mean Sea evel)	UWI: NE	E/SW/0/10/S/23/E/6/0/0/26/PM/S/188	8/N/0/1720/0/0
Date Time Duration Start-End (hr)	Phase Code	Sub P/U MD From Code (usft)	Operation
6:00 - 12:00 6.00 D	PRLPRO 02	СР	DRILL SLIDE 5570'-6303' (733',122'/HR) WEIGHT ON BIT 18-24K. AVERAGE WEIGHT ON BIT 22K. ROTARY RPM 60-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2100/1700. DIFFERENTIAL 400. TORQUE HIGH/LOW 10800/7300. OFF BOTTOM TORQUE 4500 STRING WEIGHT UP/DOWN/ROTATING 148/107/119. DRAG 39K. WELLBORE 2' NORTH AND 9' EAST OF CENTER @ 6303'. SLIDE 35' AT 40'/HR SLIDE 5% ROTATE 95%. RUNNING 2 CENTRIFUGES AND DE WATERING. (WT 8.5 VIS 26.) USED 40 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 67 BBLS DRILL WATER INTO FORMATION. (LOSING 11 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 65 BBLS OF DRILL WATER TO PITS FOR VOLUME) NO FLARE. (DIFFICULTIES SLIDING WITH 5 BLADE BIT) (ADDING POLY THOUGH OUT WELL TO ATTEMPT TO STABILIZE SHELLS)

/ell: BONANZ	A 1023-6K2CS GREE	N					Spud Date: 3/2	20/2012
roject: UTAH	-UINTAH		Site: BON	IANZA 10	023-6K P/	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310
vent: DRILLII	NG		Start Date	e: 12/8/20	011			End Date: 5/18/2012
ctive Datum:	RKB @5,234.00usft (a	bove Mean S	ea	UWI: NI	E/SW/0/1	0/S/23/E/6	/0/0/26/PM/S/18	888/W/0/1720/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	12:00 - 17:30	5.50	DRLPRO	02	D	P		DRILL SLIDE 6303'-6670' (364',66'/HR) WEIGHT ON BIT 18-24K. AVERAGE WEIGHT ON BIT 22K. ROTARY RPM 55-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2150/1775. DIFFERENTIAL 375. TORQUE HIGH/LOW 9600/7400. OFF BOTTOM TORQUE 4600 STRING WEIGHT UP/DOWN/ROTATING 150/118/127. DRAG 23K. WELLBORE 4' NORTH AND 7' EAST OF CENTER @ 6670'. SLIDE 76' AT 30'/HR SLIDE 21% ROTATE 79%. RUNNING 2 CENTRIFUGES AND DE WATERING. (WT 8.5 VIS 26.) USED 20 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 77 BBLS DRILL WATER INTO FORMATION. (LOSING 6 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 75 BBLS OF FRESH WATER TO PITS FOR TO MAKE SWEEPS) NO FLARE. (ADDING POLY THOUGH OUT WELL TO ATTEMPT TO STABILIZE SHELLS) CLEAN, DRIFT, BAG ENDS AND RETURN THREAD PROTECTORS TO PIN ENDS. TALLY CASING. RONNIE WITH TSI ON LOCATION INSPECTING CASING. NO BAD JTS
	17:30 - 18:00	0.50	DRLPRO	07	Α	Р		SERVICE RIG. SERVICE TOP DRIVE. CHECK BRAKE ADJUSTMENT. CHECK EMERGENCY STOP BUTTON FUNCTION PIPE RAMS.

Vell: BONANZA 1023-6K2CS GREEN			Spur	d Date: 3/20/2012
roject: UTAH-UINTAH	Site: BONANZA	1023-6K PA		Rig Name No: XTC 12/12, CAPSTAR 310/310
vent: DRILLING	Start Date: 12/8/	2011	T	End Date: 5/18/2012
ctive Datum: RKB @5,234.00usft (above Mean Se			/S/23/E/6/0/0/2	26/PM/S/1888/W/0/1720/0/0
evel)				
Date Time Duration Start-End (hr)	Phase Code	e Sub Code	P/U M	ID From Operation (usft)
5/16/2012 0:00 - 0:30 0.50	DRLPRO 02 DRLPRO 02	D	P	DRILL SLIDE 6670'- 7257' (587',98'/HR) WEIGHT ON BIT 18-24K. AVERAGE WEIGHT ON BIT 22K. ROTARY RPM 55-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2250/1875. DIFFERENTIAL 375. TORQUE HIGH/LOW 10600/8500. OFF BOTTOM TORQUE 4600 STRING WEIGHT UP/DOWN/ROTATING 167/119/131. DRAG 36K. WELLBORE 9' NORTH AND 5' EAST OF CENTER @ 7257'. SLIDE 0' SLIDE 0'S ROTATE 100%. RUNNING 2 CENTRIFUGES AND DE WATERING. (WT 8.5 VIS 26.) USED 31 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 90 BBLS DRILL WATER INTO FORMATION. (LOSING 15 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. (ADD 130 BBLS OF FRESH WATER TO PITS FOR MAKE UP.) NO FLARE. (ADDING POLY THOUGH OUT WELL TO ATTEMPT TO STABILIZE SHELLS) DRILL SLIDE 7257'-7302' (45', 90'/HR) WEIGHT ON BIT 18-24K. AVERAGE WEIGHT ON BIT 22K. ROTARY RPM 55-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2250/1875. DIFFERENTIAL 375. TORQUE HIGH/LOW 10600/8500. OFF BOTTOM TORQUE 4600 STRING WEIGHT UP/DOWN/ROTATING 167/119/131. DRAG 36K. WELLBORE 8' NORTH AND 5' EAST OF CENTER @ 7302'. SLIDE 10' @ 30' HR. SLIDE 22' ROTATE 75%. RUNNING 2 CENTRIFUGES AND DE WATERING. (WT 8.5 VIS 26.) USED 2 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 7 BBLS DRILL WATER FOR HOLE VOLUME. TO STABILIZE SHELLS) TROUBLE SHOOT MWD TOOLS. PROBLEMS WITH
0:30 - 1:30 1.00	DRLPRO 22	L	۷	TROUBLE SHOOT MWD TOOLS. PROBLEMS WITH COMMUNICATIONS. SHUT DOWN COMPUTERS.

				vpe			ry Report		
Vell: BONANZA	1023-6K2CS GREEN	٧	<u> </u>	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			Spud Date: 3/20	2012	
Project: UTAH-L	JINTAH		Site: BON	ANZA 1	023-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310	
event: DRILLING	G		Start Date	: 12/8/20	011			End Date: 5/18/2012	
Active Datum: R	KB @5,234.00usft (al	oove Mean S	ea	UWI: N	E/SW/0/1	0/S/23/E/	6/0/0/26/PM/S/188	38/W/0/1720/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation	
	1:30 - 5:30 5:30 - 6:00	4.00	DRLPRO	02	D	P		DRILL SLIDE 7302'- 7538' (236',59'/HR) WEIGHT ON BIT 18-24K. AVERAGE WEIGHT ON BIT 22K. ROTARY RPM 55-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2300/1900. DIFFERENTIAL 400. TORQUE HIGH/LOW 10200/8000. OFF BOTTOM TORQUE 5500 STRING WEIGHT UP/DOWN/ROTATING 158/119/133. DRAG 25K. WELLBORE 4' NORTH AND 5' EAST OF CENTER @ 7538'. SLIDE 47' @ 30' HR. SLIDE 20% ROTATE 80%. RUNNING 2 CENTRIFUGES ON CONVENTIONAL SINCE 7500'. USED 12 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 45 BBLS DRILL WATER INTO FORMATION. (LOSING 11 BBLS HR) PUMP 50 VIS GEL AND 5% SAWDUST SWEEPS TO HELP CONTROL LOSSES. PUMP 15 BBLS SWEEP EVERY 200'. START LIGHT MUD UP @ 7500' TO CONTROL WATER LOSS. MUD IN 8.5/ 29 MUD OUT 8.5/ 25. 5' DRILLING FLARE FROM 7410' (5 MINUTE CONNECTION FLARES 10')- 3854 SCF. RIG SERVICE. SERVICE TOP DRIVE. CHECK BRAKE ADJUSTMENTS. TEST EMERGENCY STOP BUTTON.	

47.00				Opera	tion s	umm	ary Report		
Well: BONANZA	1023-6K2CS GREE	N					Spud Date: 3/2	2012	
Project: UTAH-L	JINTAH		Site: BON	IANZA 10	23-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310	
Event: DRILLIN	G		Start Date	: 12/8/20	11			End Date: 5/18/2012	
Active Datum: R	KKB @5,234.00usft (al	bove Mean S	ea	UWI: NE	E/SW/0/1	0/S/23/E/	6/0/0/26/PM/S/18	88/W/0/1720/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation	
	6:00 - 17:30 17:30 - 18:00	0.50	DRIPRO	02	D	P		DRILL SLIDE 7538'- 8119' (581', 50'/HR) WEIGHT ON BIT 18-27K. AVERAGE WEIGHT ON BIT 24K. ROTARY RPM 45-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2225/1900. DIFFERENTIAL 325. TORQUE HIGH/LOW 10400/8000. OFF BOTTOM TORQUE 7600 STRING WEIGHT UP/DOWN/ROTATING 188/121/142. DRAG 46K. WELLBORE 3' NORTH AND 1' EAST OF CENTER @ 8119'. SLIDE 20' @ 30' HR. SLIDE 3% ROTATE 97%. LAST SLIDE @ 7595' RUNNING 2 CENTRIFUGES ON CONVENTIONAL SINCE 7500'. USED 31 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 75 BBLS DRILL WATER INTO FORMATION. (LOSING 6 BBLS HR) (ADD 100 BBLS OF DRILL WATER INTO MUD TANKS FOR MAKE UP) DRILLING WITH LIGHT MUD IN 8.5/ 32 MUD OUT 8.6/ 31. FLARE DIED DOWN TO 2' CONNECTION FLARE FOR A FEW CONNECTIONS AND THEN WENT OUT. 120 SCF. BIT ONLY AVERAGING 45'/HR FROM 7800', BUT STAYING PRETTY CONSISTENT.	
	17:30 - 18:00	0.50	DRLPRO	07	Α	P		RIG SERVICE. SERVICE TOP DRIVE. SERVICE CROWN.CHECK GENERATORS. CHECK BRAKE ADJUSTMENTS. TEST EMERGENCY STOP BUTTON.	

9/11/2012 3:49:43PM 10

Operation Summary Report

Vell: BONANZA	A 1023-6K2CS GREE	N					Spud Date: 3/2	0/2012
Project: UTAH-L	JINTAH		Site: BOI	NANZA 10	23-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310
Event: DRILLING	G		Start Dat	e: 12/8/20	111			End Date: 5/18/2012
Active Datum: R	RKB @5,234.00usft (a	bove Mean S	ea	UWI: NE	E/SW/0/1	0/S/23/E/6	/0/0/26/PM/S/18	88/W/0/1720/0/0
.evel)				<u> </u>				
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/Ú	MD From (usft)	Operation
	Start-End 18:00 - 0:00	6.00	DRLPRO	02	D	P	(uST)	DRILL SLIDE 8119'- 8391' (272',45'/HR) WEIGHT ON BIT 18-28K. AVERAGE WEIGHT ON BIT 25K. ROTARY RPM 45-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2500/2100. DIFFERENTIAL 400. TORQUE HIGH/LOW 10200/8800. OFF BOTTOM TORQUE 6200 STRING WEIGHT UP/DOWN/ROTATING 188/130/143. DRAG 45K. WELLBORE 1' NORTH AND 4' EAST OF CENTER @ 8341'. SLIDE 0' SLIDE 0' SLIDE 0'ROTATE 100%. RUNNING 2 CENTRIFUGES USED 15 BBLS DRILL WATER FOR HOLE VOLUME. LOSS 15 BBLS DRILL WATER INTO FORMATION. (LOSING 2 BBLS HR) (ADD 40 BBLS OF FRESH WATER INTO MUD TANKS FOR MAKE UP) DRILLING WITH LIGHT MUD IN 8.5/ 37 MUD OUT 8.7/ 34. NO FLARE. BIT ONLY AVERAGING 45'/HR FROM 7800', BUT STAYING PRETTY CONSISTENT.
5/17/2012	0:00 - 2:30	2.50	DRLPRO	02	D	P		(SENT 260 BBLS 11.5 MUD TO ENSIGN 138 TO HELP WITH THEIR LOSSES) DRILL SLIDE 8391'-8482' (91'36'/HR) WEIGHT ON BIT 18-28K. AVERAGE WEIGHT ON BIT 25K. ROTARY RPM 45-65. MUD MOTOR RPM 103. STROKES PER MINUTE 115 GALLONS PER MINUTE 517. ON/OFF PSI 2500/2100. DIFFERENTIAL 400. TORQUE HIGH/LOW 9700/8500. OFF BOTTOM TORQUE 6200 STRING WEIGHT UP/DOWN/ROTATING 189/130/143. DRAG 46K. WELLBORE 0' NORTH AND 5' EAST OF CENTER @ 8482'. SLIDE 0' SLIDE 0' SLIDE 0' SLIDE 0' ROTATE 100%. PUT CENTRIFUGES ON BY PASS. @ 8410' AND START WEIGHTED MUD UP. DISPLACE IN 530 BBLS OF HEAVY MUD INTO MUD SYSTEM. DISPLACE OUT 500 BBL OF 8.4# MUD INTO UPRIGHTS. MUD AFTER DISPLACEMENT MUD IN 10.4/ 39 MUD OUT 10.0/37. NO LOSSES AFTER MUD UP.
	2:30 - 3:00	0.50	DRLPRO	07	Α	P		NO FLARE. RIG SERVICE. SERVICE TOP DRIVE. CHECK BRAKE ADJUSTMENT AND TEST EMERGENCY STOP BUTTON, CHECK GENERATORS.

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Well: BONANZA	1023-6K2CS GREEN		<u></u>				Spud Date: 3/20/	2012	
Project: UTAH-U	IINTAH		Site: BON	IANZA 10	023-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310	
Event: DRILLING	3		Start Date	: 12/8/20)11			End Date: 5/18/2012	
Active Datum: RKB @5,234.00usft (above Mean Sea Level)					E/SW/0/1	0/S/23/E/	6/0/0/26/P M /S/1888	B/W/0/1720/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation	
	3:00 - 5:30	2.50	DRLPRO	02	D	P		DRILL SLIDE 8482'-8584' (102',41'/HR) WEIGHT ON BIT 18-28K. AVERAGE WEIGHT ON BIT 25K. ROTARY RPM 45-65. MUD MOTOR RPM 90. STROKES PER MINUTE 105 GALLONS PER MINUTE 450. ON/OFF PSI 2700/2500. DIFFERENTIAL 200. TORQUE HIGH/LOW 9800/7300. OFF BOTTOM TORQUE 6400 STRING WEIGHT UP/DOWN/ROTATING 176/135/143. DRAG 33K. WELLBORE 4' SOUTH AND 6' EAST OF CENTER @ 8584'. SLIDE 0' SLIDE 0' SLIDE 0'ROTATE 100%. WORK ON RAISING MUD WT TO 11.4 FOR WIPER TRIP. (RAISING MUD WT TO HELP LOGS TO BOTTOM). MUD IN 11.3/ 41 MUD OUT 11.1/39. LOSS ALL CIRCULATION @ 8584'. LOST 15 BBLS. 5' FLARE FROM RIG SERVICE DOWN TIME. 10 MIN298 SCF	
	5:30 - 6:30	1.00	DRLPRO	22	G	x		SHUT DOWN AND KEPT PIPE MOVING UP AND DOWN. MIXED 10% LCM IN SUCTION PIT. STARTED DOWN MUD @ 180 GPM. RAISED PIPE UP QUICKLY AND THEN LOWERED PIPE SLOWLY TO CREATE SWABBING ACTION. REGAINED PARTIAL RETURNS AFTER PUMPING 85 BBLS. CONTINUED MIXING LCM WHILE PUMPING DOWN HOLE. TRANSFERED IN 135 BBLS OF LIGHT MUD INTO SYSTEM FOR VOLUME. REGAINED FULL CIRCULATION WITH A TOTAL LOSS OF 120 BBLS. STAGED UP PUMP TO 90 SPM (405 GPM). MONITORED FOR LOSSES. MUD IN 10.5/38 MUD OUT 11.1/40 OUT. NO FLARE	

Operation Summary Report

Well: BONANZA	1023-6K2CS GREE!	١					Spud Date: 3/20	20/2012					
Project: UTAH-UI	NTAH		Site: BON	NANZA 10	23-6K P	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310					
Event: DRILLING		 	Start Date	e: 12/8/20	11			End Date: 5/18/2012					
Active Datum: RK Level)	(B @5,234.00usft (al	oove Mean S	еа	UWI: NE	E/SW/0/1	0/S/23/E/6	/0/0/26/PM/S/188	8/W/0/1720/0/0					
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation					
	6:30 - 8:00 8:00 - 9:30	1.50	DRLPRO	02	D	P	(early)	DRILL SLIDE 8584'- 8614' (30, 20'/HR) TD 5/17/2012 08:00. WEIGHT ON BIT 18-28K. AVERAGE WEIGHT ON BIT 25K. ROTARY RPM 45-65. MUD MOTOR RPM 90. STROKES PER MINUTE 105 GALLONS PER MINUTE 450. ON/OFF PSI 2700/2500. DIFFERENTIAL 200. TORQUE HIGH/LOW 8300/7500. OFF BOTTOM TORQUE 6500 STRING WEIGHT UP/DOWN/ROTATING 178/135/143. DRAG 35K. WELLBORE 5' SOUTH AND 7' EAST OF CENTER @ TD'. SLIDE 0' SLIDE 0' SLIDE 0' SLIDE 0'ROTATE 100%. RAISE MUD WT BACK TO 11.3 WHILE DRILLING. CATCH LIGHT SPOT AND RAISE MUD WT OF LIGHT SPOT. SWEEP HOLE WITH LCM EVERY 15 MIN. MUD IN 11.2/ 40 MUD OUT 11.3/38 OUT. NO FLARE. CIRCULATE UP BOTTOMS UP. PUMP LCM SWEEP TO HELP CONTROL LOSSES AND CLEAN HOLE. NO					
	9:30 - 13:30	4.00	EVALPR	06	E	Р		LOSSES. NO FLARES. MUD IN 11.3/ 40 MUD OUT 11.3/39 OUT. MIX 60 BBL 13.# PILL AND HOLD FOR DRY JOBS. CHECK FOR FLOW. WIPER TRIP TO SHOE. PULL OFF BOTTOM WITH 50K OVER. PULL 2 JTS AND PUMP 30 BBLS 13# DRY JOB. TRIP OUT WITH TIGHT HOLE AT 7700'. WASH THROUGH TIGHT SPOT AT 5400'. HOLE TAKING PROPER FLUID ON TRIP. NO FLOW ON FLOW					
	13:30 - 14:30	1.00	EVALPR	09	Α	Р		CHECKS. SLIP AND CUT DRILL LINE. CHECK BRAKE ADJUSTMENT.					
	14:30 - 17:30	3.00	EVALPR	06	E	P		TRIP IN HOLE, WASH THROUGH BRIDGE AT 4027', 5234', TRIP IN WITH GOOD DISPLACEMENT. NO FLOW ON FLOW CHECKS.					
	17:30 - 18:00	0.50	EVALPR	07	Α	Р		RIG SERVICE. SERVICE TOP DRIVE. CHECK BRAKE ADJUSTMENT, TEST EMERGENCY STOP BUTTON.					
	18:00 - 20:30	2.50	EVALPR	06	E	Р		CONTINUE TRIPPING IN HOLE AND WASH THROUGH BRIDGES AT 5712', 6720', 7758'-7784', 8328'. TRIP TO BOTTOM. 15' FILL ON BOTTOM OF HOLE. GOOD DISPLACEMENT DURING TRIP. NO FLOW ON FLOW CHECKS. NO LOSSES ON TRIP.					
	20:30 - 23:00	2.50	EVALPR	05	A	Р		CIRC AND CONDITION HOLE. RAISE MUD WT TO 11.4+TO HELP KEEP HOLE OPEN. SWEEP HOLE WITH LCM SWEEPS TO HELP CONTROL LOSSES AND TO HELP CLEAN HOLE. NO FLARE ON BOTTOMS UP. MONITOR RETURNS FOR ABNORMAL CUTTINGS. (NO ABNORMAL CUTTING SIZES). RETURNS CLEANED UP OVER SHAKER. MIX DRY 30 BBL 13# DRY JOB AND HOLD. NO FLOW ON FLOW CHECK.					

Well: BONANZ/	A 1023-6K2CS GREE	:N					Spud Date: 3/2	20/2012		
Project: UTAH-I	UINTAH		Site: BOI	NANZA 10	023-6K P/	AD.		Rig Name No: XTC 12/12, CAPSTAR 310/310		
Event: DRILLIN	G		Start Dat	e: 12/8/20	011			End Date: 5/18/2012		
Active Datum: F Level)	RKB @5,234.00usft (a	above Mean S	ea	UWI: NI	E/SW/0/1	D/S/23/E/6	/0/0/26/PM/S/18	88/W/0/1720/0/0		
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	23:00 - 0:00	1.00	EVALPR	06	В	P		PULL STRAIGHT OFF BOTTOM TO 8200. PUMP DRY JOB. TRIP OUT FOR LOGS. (SLIGHTLY STICKY SPOT @ 7600'), PULLING PIPE @ 7000' @ REPORT TIME. HOLE IS TAKING PROPER FLUID AND THERE IS NO FLOW ON FLOW CHECKS.		
5/18/2012	0:00 - 4:00	4.00	EVALPR	06	В	Р		CONTINUE TRIPPING OUT OF HOLE FROM 7000°. HOLE PULLING SLICK. HOLE TAKING PROPER FLUID TO FILL. NO FLOW ON FLOW CHECKS. PULL ROTATING HEAD RUBBER AT HEAVY WEIGHT DRILL PIPE.		
								TRIP OUT HEAVY WEIGHT DRILL PIPE LAY DOWN DIRECTIONAL TOOLS. BREAK BIT AND LAY DOWN MUD MOTOR. BIT WAS DAMAGED BEYOND REPAIR.		
	4:00 - 10:00	6.00	EVALPR	11	D	Р		HOLD SAFETY MEETING WITH HALLIBURTON LOGGERS. RIG UP LOGGERS AND PICK UP TRIPLE COMBO TOOLS. RUN IN HOLE AND LOG FROM 8580'-2455'. LAY DOWN TOOLS AND RIG DOWN LOGGERS.		
								(CLEAN PITS WTH JET HOSE AND RUN MUD OVER SHAKERS TO CLEAN OUT FINE SOLIDS WHILE LOGGING.)		
	10:00 - 10:30	0.50	EVALPR	14	В	Р		PICK UP BUSHING PULLER AND PULL CAMERON WEAR BUSHING. LAY DOWN BUSHING PULLER.		
	10:30 - 11:00	0.50	CSGPRO	12	Α	Р		HOLD SAFETY MEETING WITH KIMZEY CASING CREW. REMOVE RIG ELEVATORS. RIG DOWN RIG MAKE UP TONGES. INSTALL CASING ELEVATORS AND INTERGRATED TONGES.		

9/11/2012 3:49:43PM

Well: BONANZA	1023-6K2CS GREEN			Spud Date: 3/20/2012							
Project: UTAH-U	INTAH		Site: BON	ANZA 1	023-6K PA	AD.		Rig Name No: XTC 12/12, CAPSTAR 310/310			
vent: DRILLING			Start Date	: 12/8/20	2011 End Date: 5/18/2012						
Active Datum: RI	KB @5,234.00usft (abo	ve Mean Se		UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0							
.evel)					_						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation			
	11:00 - 17:30	6.50	CSGPRO	12	C	P		(INSPECT FLOAT EQUIPMENT) MAKE UP 4.5" K-55 LTC WEATHERFORD FLOAT SHOE ON SHOE JT WITH THREAD LOCK. MAKE UP 4.5" K-55 FLOAT COLLAR W/ THREAD LOCK ON TOP OF SHOE JT. RUN CENTRALIZERS ON FIRST 3 JTS AND EVERY THIRD JT FOR TOTAL OF 15 CENTRALIZERS. BREAK CIRCULATION @ 840'. NO PROBLEMS WITH FLOAT SHOE OR COLLAR. RUN A TOTAL OF 84 JTS OF 4.5" 11.6# I-80 LTC CASING (3566.35'). MAKE UP DOX CROSS OVER JT AND RIG UP TORQUE TURN. PERFORM DUMP TEST. RUN A TOTAL 116 JTS OF 4.5" 11.6# I-80 DQX CSG WITH TORQUE TURN (5021'). (TSI HAND WITNESSED CSG JOB). FILLED CASING AND CIRCULATED AT 840' AND 4400'. GOOD CIRCULATION WITH NO LOSSES WAS ESTABLISHED. WASH DOWN LAST JT AND LANDING JT. 10' FILL ON BOTTOM. LANDED CASING ON CAMERON SLOTTED MANDREL WITH LANDING JT. TOTAL OF 84 JTS OF 4.5" 11.6# I-80 DQX CSG (5021")			
								LAND FLOAT SHOE @ 8602.5' KB LAND TOP OF FLOAT COLLAR @ 8557.73' KB. LAND TOP OF MESA MARKER JT @ 6386 KB. LAND TOP DQX TO LTC CROSS OVER JT @ 5015.2'			
	17:30 - 18:30	1.00	CSGPRO	05	D	Р		KB. CIRCULATE DOWN CASING WITH RIG. GOOD CIRCULATION WITH NO LOSSES @ 363 GALLONS PER MINUTE. 15' FLARE FOR 15 MIN ON BOTTOMS UP 4196 SCF. MUD WT 11.4 VIS 40. RIG DOWN KIMZEY CASING. HOLD SAFETY MEETING WITH BAKER HUGHES CEMENTERS.			

Well: BONANZ	4 1023-6K2CS GREEN						Spud Date: 3/20/2					
Project: UTAH-I	UINTAH	<u> </u>	Site: BON	IANZA 10)23-6K F	AD		Rig Name No: XTC 12/12, CAPSTAR 310/310				
Event: DRILLIN	G		Start Date					End Date: 5/18/2012				
Active Datum: F Level)	RKB @5,234,00usft (abo	ove Mean Se	ea	UWI: NE	UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0							
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation				
	18:30 - 21:30 21:30 - 23:00	3.00	RDMO	12	E	P		RIG UP CEMENT HEAD WITH WEATHERFORD TOP PLUG INSTALLED. PRESSURE TEST LINES TO 5000 PSI. PUMP 25 BBLS OF FRESH WATER. PUMP 161 BBLS (400 SX) OF 12.0# 2.26 YIELD 12.48 GAL/SK OF LEAD CEMENT. PUMP 277 BBLS (1186SX) OF 14.3# 1.31 YIELD 5.91 GAL/SK POZ 50/50 TAIL CEMENT. SHUT DOWN AND FLUSH LINES. DROP TOP PLUG DISPLACE WITH 132.7 BBLS OF FRESH WATER TREATED WITH CLAYFIX AND MAGNACIDE. LOSS ALL RETURNS WITH 33 BBLS LEFT IN DISPLACEMENT. SLOWED PUMP RATE TO 3 BBLS/MIN BUT DID NOT REGAIN RETURNS. 2300 LIFT PSI @ 3 BBLS MIN. (HOLE STAYED FULL) BUMP PLUG 2800 PSI. PRESSURE HELD 5 MINUTES. FLOAT HELD. FLOW BACK 1.5 BBLS. ESTIMATED TOP OF CEMENT FOR LEAD 700'. ESTIMATED TOP OF CEMENT FOR LEAD 700'. STORED 700 BBLS OF 11.5# MUD. TRANSFERED 260 BBLS OF MUD TO ENSIGN 138. RIG DOWN CEMENTERS. FLUSH STACK WITH FRESH WATER. UNSCREW LANDING JT. RUN IN WITH PACK OFF. TURN IN LANDING DOGS. UNSCREW FROM PACK OFF. LAYDOWN LANDING JT. UNDO FLOW LINE. NIPPLE DOWN BOPE. TAKE OFF WELL HEAD ADAPTER AND SEND IN WITH CAMERON HAND.				

9/11/2012 3:49:43PM 16

1 General

1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

1.2 Well/Wellbore Information

Well	BONANZA 1023-6K2CS GREEN	Wellbore No.	OH
Well Name	BONANZA 1023-6K2CS	Wellbore Name	BONANZA 1023-6K2CS
Report No.	1	Report Date	8/9/2012
Project	UTAH-UINTAH	Site	BONANZA 1023-6K PAD
Rig Name/No.		Event	COMPLETION
Start Date	8/9/2012	End Date	8/24/2012
Spud Date	3/20/2012	Active Datum	RKB @5,234.00usft (above Mean Sea Level)
UWI	NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/	0/0	

1.3 General

0	Job Method	Supervisor	
Contractor	Job Method	 super visor	
Perforated Assembly	Conveyed Method		

1.4 Initial Conditions

1.5 Summary

Fluid Type		Fiuld Density	Gross Interval	5,687.0 (usft)-8,470.0 (usft	Start Date/Time	8/9/2012 12:00AM
Surface Press		Estimate Res Press	No. of Intervals	36	End Date/Time	8/9/2012 12:00AM
TVD Fluid Top		Fluid Head	Total Shots	192	Net Perforation Interval	48.00 (usft)
Hydrostatic Press	-	Press Difference	Avg Shot Density	4.00 (shot/ft)	Final Surface Pressure	
Balance Cond	NEUTRAL				Final Press Date	

2 Intervals

2.1 Perforated interval

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	(usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stag	s	arr ize in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/9/2012 12:00AM	WASATCH/		1 (40.9	5,687.0	5,688.0				EXP/		3.375	90.00			PRODUCTIO N	:

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T	MD Top (usft)	MD Base (usft)	Shot Density	Misfires/ Add. Shot	Diamete r	Carr	Type /Stage No	Carr Size	Phasing (°)	Charge Desc/Charge Manufacturer	Charge Weight	Reason	Misrun
			(usft)			(shot/ft)	1.5	(in)			(in)			(gram)	*1400 000	
8/9/2012	WASATCH/			5,699.0	5,700.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO	
12:00AM															N	
	WASATCH/			5,719.0	5,722.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO	
12:00AM	<u> </u>				= ======	4.00		0.000	EVD		0.075	00.00		22.0	N 0 PRODUCTIO	
8/9/2012 12:00AM	WASATCH/			5,902.0	5,903.0	4.00		0.360	EXP/		3.375	90.00		23.0	N	
8/9/2012	WASATCH/			6,087.0	6,088.0	4.00		0.360	EYD/		3.375	90.00		23.0	0 PRODUCTIO	
12:00AM				,	•										N	
8/9/2012 12:00AM	WASATCH/			6,151.0	6,153.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	
8/9/2012 12:00AM	WASATCH/			6,344.0	6,345.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	
8/9/2012 12:00AM	WASATCH/			6,408.0	6,410.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	:
8/9/2012 12:00AM	MESAVERDE/			7,105.0	7,106.0	4.00		0.360	EXP/		3.375	90.00		23.0	O PRODUCTIO	
8/9/2012	MESAVERDE/			7,133.0	7,134.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO	
12:00AM 8/9/2012 12:00AM	MESAVERDE/			7,173.0	7,174.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO	
8/9/2012 12:00AM	MESAVERDE/			7,203.0	7,204.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	:
8/9/2012 12:00AM	MESAVERDE/			7,230.0	7,231.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			7,259.0	7,260.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO N	
	MESAVERDE/			7,397.0	7,398.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO N	
8/9/2012	MESAVERDE/			7,429.0	7,430.0	4.00		0.360	EXP/		3.375	90.00		23 (00 PRODUCTIO	
12:00AM	WILOAVERDE			7,720.0	, , , , , , , , , , , , , , , , , , , 	4.50		0.000			. 0.070				N	
8/9/2012	MESAVERDE/			7,476.0	7,478.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO	
12:00AM 8/9/2012	MESAVERDE/			7,524.0	7,525.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO	
12:00AM															N	
8/9/2012 12:00AM	MESAVERDE/			7,556.0	7,557.0	4.00		0.360	EXP/		3.375	90.00		23.0	N PRODUCTIO	
8/9/2012 12:00AM	MESAVERDE/			7,661.0	7,662.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			7,684.0	7,685.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO	
8/9/2012 12:00AM	MESAVERDE/			7,699.0	7,700.0	4.00		0.360	EXP/		3.375	90.00		23.0	00 PRODUCTIO N	

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type	/Stage No	Carr Size (in)	Phasing (°)	Charge Desc/Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/9/2012 12:00AM	MESAVERDE/		:	7,763.0	7,766.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			7,813.0	7,815.0	4.00		0.360	EXP/		3.375	90.00		23.00	PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/	:		7,848.0	7,850.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			7,895.0	7,897.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/	:		7,979.0	7,980.0	4.00		0.360	EXP/		3.375	90.00		23.00	PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/	i		8,011.0	8,012.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,079.0	8,080.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,088.0	8,089.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,113.0	8,114.0	4.00		0.360	EXP/		3.375	90.00		23.00	PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,147.0	8,148.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,407.0	8,408.0	4.00		0.360	EXP/		3.375	90.00		23.00	PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,421.0	8,424.0	4.00		0.360	EXP/		3.375	90.00	•	23.00	PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,456.0	8,457.0	4.00		0.360	EXP/		3.375	90.00			PRODUCTIO N	
8/9/2012 12:00AM	MESAVERDE/			8,469.0	8,470.0	4.00		0.360	EXP/		3.375	90.00		23.00	PRODUCTIO N	1

3 Plots

Operation Summary Report

Well: BONANZA 1023-6K2CS GREEN		Spud Date: 3/20/2012
Project: UTAH-UINTAH	Site: BONANZA 1023-6K PAD	Rig Name No: ROCKY MOUNTAIN WELL SERVICE 3/3
Event: COMPLETION	Start Date: 8/9/2012	End Date: 8/24/2012
Active Datum: RKR @5 234 00usft (above Me	ean Sea UWI: NE/SW/0/10/S/23/E/6	/0/0/26/PM/S/1888/W/0/1720/0/0

2010	1١

Level)							
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
3/20/2012	-						
8/9/2012	14:00 - 15:30	1.50	COMP	33	С	Р	FILL SURFACE CSG. MIRU B&C QUICK TEST. PSI TEST T/ 1000 PSI. HELD FOR 15 MIN LOST 12 PSI. PSI TEST T/ 3500 PSI. HELD FOR 15 MIN LOST 44 PSI. 1ST PSI TEST T/ 7000 PSI. HELD FOR 30 MIN LOST 62 PSI. NO COMMUNICATION OR MIGRATION WITH SURFACE CSG BLEED OFF PSI. MOVE T/ NEXT WELL. SWIFW
8/10/2012	7:00 - 10:00	3,00	COMP	37		Р	PERF STG 1)PU 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH PERF AS PER PERF DESIGN. POOH. SWFW
8/13/2012	6:45 - 7:00	0.25	FRAC	48		P	JSA-SAFETY MEETING

Operation Summary Report

Well: BONANZA 1023-6K2CS GREEN		Spud Date: 3/20/2012
Project: UTAH-UINTAH	Site: BONANZA 1023-6K PAD	Rig Name No: ROCKY MOUNTAIN WELL SERVICE 3/3
Event: COMPLETION	Start Date: 8/9/2012	End Date: 8/24/2012
Active Datum: RKB @5,234.00usft (above Mea	an Sea UWI: NE/SW/0/10/S/23/E/6/0	/0/26/PM/S/1888/W/0/1720/0/0

FRAC STG 1) WHP 4555 PSI, BRK 4555 PSI @ 9.1 BPM. ISIP 2419 PSI, FG = 0.72. CALC PERFS OPEN @ 50.6 BPM @ 4550 PSI = 71% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2489 PSI, FG = 0.73, NPI = 70 PSI. MP 4533 PSI, MR 50.8 BPM, AP 4185 PSI, AR 49.9 BPM, PUMPED 30/50 OWATTA SAND. SWI, X-OVER FOR WL.

PERF STG 2)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASÌNG. RIH SET CBP @ 8178' P/U PERF AS PER DESIGN. POOH, X-OVER FOR FRAC CREW.

FRAC STG 2) WHP 2111 PSI, BRK 4511 PSI @ 9.6 BPM. ISIP 2558 PSI, FG = 0.75. CALC PERFS OPEN @ 51 BPM @ 4302 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2411 PSI, FG = 0.73, NPI = - 147 PSI. MP 6185 PSI, MR 51.2 BPM, AP 4408 PSI, AR 48.8 BPM, PUMPED 30/50 OWATTA SAND. SWI, X-OVER FOR

PERF STG 3)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 7927' P/U PERF AS PER DESIGN. POOH, X-OVER FOR FRAC CREW.

WL.

FRAC STG 3) WHP = 1221 PSI, BRK 7100 PSI @ 8.1 BPM. ISIP = 2324 PSI, FG = 0.73.

CALC PERFS OPEN @ 50.7 BPM @ 4442 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN)
ISIP 2307 PSI, FG = 0.73, NPI = -17 PSI.

MP 4667 PSI, MR 51.5 BPM, AP 4317 PSI, AR 50.9 BPM,
PUMPED 30/50 OWATTA SAND. SWI, X-OVER FOR WL.

PERF STG 4)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7796' P/U PERF AS PER DESIGN. POOH, SWIFN.

FRAC STG 4) WHP 1585 PSI, BRK 2545 PSI @ 9.5 BPM. ISIP 2015 PSI, FG = 0.69.
CALC PERFS OPEN @ 51 BPM @ 4201 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN)
ISIP 2461 PSI, FG = 0.75, NPI = 446 PSI.
MP 4483 PSI, MR 52.8 BPM, AP 4129 PSI, AR 51.4 BPM,
PUMPED 30/50 OWATTA SAND. SWI, X-OVER FOR

US ROCKIES REGION Operation Summary Report Spud Date: 3/20/2012 Well: BONANZA 1023-6K2CS GREEN Site: BONANZA 1023-6K PAD Rig Name No: ROCKY MOUNTAIN WELL SERVICE Project: UTAH-UINTAH End Date: 8/24/2012 Start Date: 8/9/2012 Event: COMPLETION UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0 Active Datum: RKB @5,234.00usft (above Mean Sea Level) Operation Phase Code P/U MD From Date Duration Sub Time Code (usft) Start-End (hr) PERF STG 5)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 7587' P/U PERF AS PER DESIGN. POOH,

P

X-OVER FOR FRAC CREW. JSA-SAFETY MEETING

9/12/2012 1:00:00PM

8/14/2012

6:30

- 6:45

0.25

FRAC

48

Operation Summary Report

Well: BONANZA 1023-6K2CS GREEN	Spu	d Date: 3/20/2012			
Project: UTAH-UINTAH	Site: BONANZA 1023-6K PAD	Rig Name No: ROCKY MOUNTAIN WELL SERVICE 3/3			
Event: COMPLETION	Start Date: 8/9/2012	End Date: 8/24/2012			

Active Datum: RKB @5,234.00usft (above Mean Sea

UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0

	Level)				
ļ	Date Time Duration Phase	Code	Sub	P/U MD From Operation	
	Start-End (hr)	0.00	Code	(usft)	
	6:45 - 15:00 8:25 FRAC	36	E	P	

FRAC STG 5) WHP = 1298 PSI, BRK 4394 PSI @ 4.7 BPM, ISIP = 2365 PSI, FG = 0.75. CALC PERFS OPEN @ 48.5 BPM @ 3001 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 1838 PSI, FG = 0.68, NPI = - 529 PSI. MP 3496 PSI, MR 53.2 BPM, AP 3359 PSI, AR 51.5

PUMPED 30/50 OWATTA SAND, SWI, X-OVER FOR WL.

PERF STG 6)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7290' P/U PERF AS PER DESIGN. POOH, SWIFN.

FRAC STG 6) WHP = 270 PSI, BRK 6748 PSI @ 8.5 BPM. ISIP = 2196 PSI, FG = 0.74. CALC PERFS OPEN @ 53 BPM @ 3928 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2194 PSI, FG = 0.74, NPI = - 2 PSI. MP 4165 PSI, MR 53.1 BPM, AP 3786 PSI, AR 52.9 **BPM** PUMPED 30/50 OWATTA SAND, SWI, X-OVER FOR

PERF STG 7)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN,

23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 6440' P/U PERF AS PER DESIGN. POOH, SWIFN.

FRAC STG 7) WHP = 222 PSI, BRK 2756 PSI @ 4.7 BPM. ISIP = 1761 PSI, FG = 0.71. CALC PERFS OPEN @ 53 BPM @ 3810 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2160 PSI, FG = 0.78, NPI = 400 PSI. MP 4710 PSI, MR 53.2 BPM, AP 3630 PSI, AR 52.9 PUMPED 30/50 OWATTA SAND, SWI, X-OVER FOR

PERF STG 8)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 5933' P/U PERF AS PER DESIGN. POOH, SWIFN.

FRAC STG 8) WHP = 202 PSI, BRK 2632 PSI @ 4.7 BPM. ISIP = 1238 PSI, FG = 0.65. CALC PERFS OPEN @ 53 BPM @ 3075 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 1396 PSI, FG = 0.67, NPI = 158 PSI. MP 3234 PSI, MR 53.4 BPM, AP 2795 PSI, AR 53.3

PUMPED 30/50 OWATTA SAND. SWI, X-OVER FOR WL.

				Opera	ition S	Bumma	ry Report
Well: BONANZA	A 1023-6K2CS GREEN	1	<u> </u>				Spud Date: 3/20/2012
					023-6K P	AD	Rig Name No: ROCKY MOUNTAIN WELL SERVICE 3/3
Event: COMPLETION Start Da					2		End Date: 8/24/2012
Active Datum: F Level)	RKB @5,234.00usft (at	oove Mean S	ea	UWI: NI	E/SW/0/1	0/S/23/E/6	/0/0/26/PM/S/1888/W/0/1720/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
							KILL PLUG) RIH W/ HALLIBURTON 8K CBP, SET CBP @ 5637', R/D WIRELINE AND FRAC CREW, WELL SHUT IN,
8/23/2012	12:00 - 17:00	5.00	DRLOUT	31	ł	Р	TOTAL WATER = 7,837 BBLS TOTAL SAND = 163,400# SAND MIRU, NDWH, NUBOP, PU 3 7/8" BIT, POBS, & XN SN, RIH W/ 177 JTS 2 3/8" L-80 TBG OFF FLOAT TAG FILL @ 5,607', PRESS TEST BOP TO 3,000 PSI LOST
8/24/2012	7:00 - 7:15	0.25	DRLOUT	48		Р	0 PSI IN 15 MIN, SWIFN HSM-JSA

Operation Summary Report

Well: BONANZA 1023-6K2CS GREEN			Spud Date: 3/20/2012
		BONANZA 1023-6K PAD	Rig Name No: ROCKY MOUNTAIN WELL SERVICE 3/3
		Date: 8/9/2012	End Date: 8/24/2012
Active Datum: RKB @5,234.00usft (above Mea	an Sea	UWI: NE/SW/0/10/S/23/E/6	S/0/0/26/PM/S/1888/W/0/1720/0/0

Level)

C/O 30' SAND TAG PLUG #1 @ 5,637', DRL HAL 8K CBP IN 5 MIN, 75 PSI INC, FCP 25 PSI, RIH TAG FILL @ 5,903'.

C/O 30' SAND TAG PLUG #2 @ 5,933', DRL HAL 8K CBP IN 6 MIN, 50 PSI INC, FCP 50 PSI, RIH TAG FILL @ 6,410.

C/O 30' SAND TAG PLUG #3 @ 6,440', DRL HAL 8K CBP IN 4 MIN, 200 PSI INC, FCP 150 PSI, RIH TAG FILL @ 7,260.

C/O 30' SAND TAG PLUG #4 @ 7,290', DRL HAL 8K CBP IN 4 MIN, 400 PSI INC, FCP 450 PSI, RIH TAG FILL @ 7,557'.

C/O 30' SAND TAG PLUG #5 @ 7,587', DRL HAL 8K CBP IN 5 MIN, 100 PSI INC, FCP 500PSI, RIH TAG FILL @ 7,766'.

C/O 30' SAND TAG PLUG #6 @ 7,796', DRL HAL 8K CBP IN 6 MIN, 200 PSI INC, FCP 500 PSI, RIH TAG FILL @ 7,897'.

C/O 30' SAND TAG PLUG #7 @ 7,927', DRL HAL 8K CBP IN 5 MIN, 100 PSI INC, FCP 450 PSI, RIH TAG FILL @ 8,148'.

C/O 30' SAND TAG PLUG #8 @8,178', DRL HAL 8K CBP IN 4 MIN, 100 PSI INC, FCP 450 PSI, RIH TAG FILL @ 8,508'.

C/O 50' SAND TO PBTD @ 8,558', CIRC WELL CLEAN, RD PWR SMIVEL, POOH LD 19 JTS TBG ON FLOAT, LAND TBG W/ 250 JTS 2 3/8" L-80 EOT @ 7,953.05', RD FLOOR & TBG EQUIP, NDBOP, NUWH, DROP BALL POBS @ 1,800 PSI, LET BIT FALL 30 MIN TURN OVER TO FBC, SITP 300 PSI, SICP 2,000 PSI, RDMO, MIRU ON 1023-6E3AS, SDFWE.

KB-15' HANGER-.83' 250 JTS 2 3/8" L-80-7,935.02' POBS-2.20 EOT @ 7,953.05'

DEL 283 JTS USED 250 JTS RET 33 JTS

TWTR=8,236 BBLS TWR=2,122 BBLS TWLTR=6,114 BBLS

9/12/2012 1:00:00PM

US ROCKIES REGION Operation Summary Report Spud Date: 3/20/2012 Well: BONANZA 1023-6K2CS GREEN Site: BONANZA 1023-6K PAD Project: UTAH-UINTAH Rig Name No: ROCKY MOUNTAIN WELL SERVICE End Date: 8/24/2012 **Event: COMPLETION** Start Date: 8/9/2012 UWI: NE/SW/0/10/S/23/E/6/0/0/26/PM/S/1888/W/0/1720/0/0 Active Datum: RKB @5,234.00usft (above Mean Sea Level) Phase Code P/U Operation Date MD From Duration Sub Time Start-End Code (usft) (hr) 15:00 - 15:00 0.00 DRLOUT 50 WELL TURNED TO SALES @ 1300 HR ON 8/24/2012. 2500 MCFD, 1920 BWPD, FCP 2000#, FTP 1900#, 20/64" CK. 8/25/2012 7:00 50 8/26/2012 WELL IP'D ON 8/26/12 - 2276 MCFD, 0 BWPD, 0 BOPD, CP 2192#, FTP 1523#, LP 154#, 24 HRS, CK

20/64

9/12/2012 1:

8/27/2012

Project: UTAH - UTM (feet), NAD27, Zone 12N Site: UINTAH_BONANZA 1023-6K PAD

Well: BONANZA 1023-6K2CS Wellbore: BONANZA 1023-6K2CS

Section: SHL:

+N/-S 0.00

+E/-W

0.00

Design: BONANZA 1023-6K2CS (wp01)

Latitude: 39.975891 Longitude: -109.371995 GL: 5219.00

Northi 14521429

KB: 5219' GL + 15' RKB @ 5234.00ft

FORMATION TOP DETAILS

TVDPath 4244.00 4844.00 MDPath 4274.87 4874.87

8604.91

Formation WASATCH top of cylinder MESAVERDE SEGO

,	WELL DETAILS: BON	IANZA 1023-6K2	cs		
ing .23	Ground Level: Easting 2096524.13	5219.00 Latittude 39.975891	Longitude -109.371995	Slot	

CASING DETAILS						
TVD	MD	Name	Size			
2424.47	2451.77	8-5/8"	8-5/8			

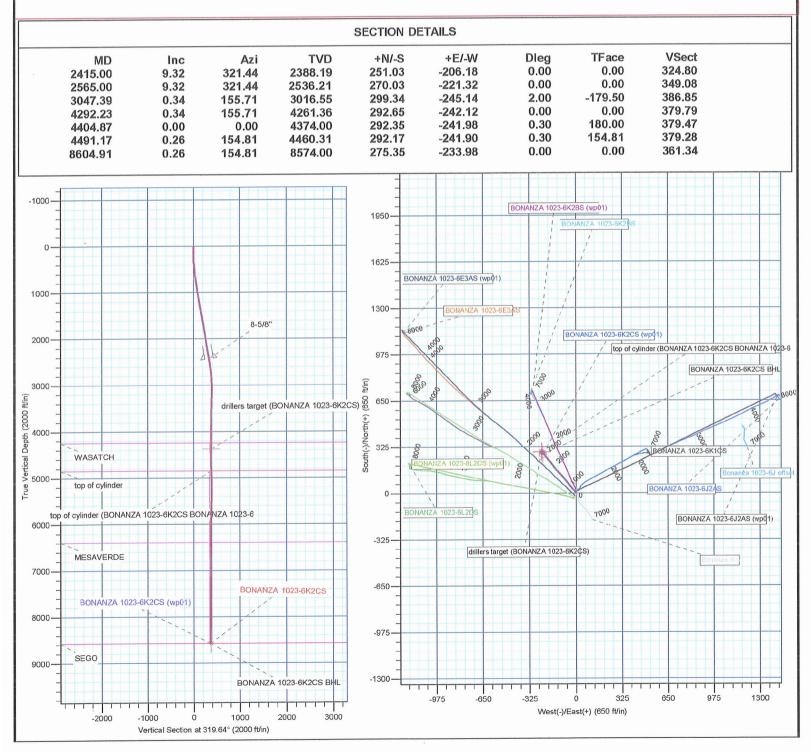


Azimuths to True North Magnetic North: 10.91°

Magnetic Field Strength: 52249.3snT Dip Angle: 65.85° Date: 4/12/2012 Model: IGRF2010

DESIGN	TARGET	DETAILS

Name TVD drillers target (BONANZA 1023-6K2CS) 4374.00 top of cylinder (BONANZA 1023-6K2CS BONANZA 1684600 BONANZA 1023-6K2CS BHL 8574.00		+E/-W -241.98 -241.16 -233.98	Northing 14521717.10 14521715.38 14521700.26	Easting 2096276.85 2096277.71 2096285.16	Latitude 39.976694 39.976689 39.976647	Longitude -109.372859 -109.372856 -109.372830	Point
---	--	--	---	---	---	--	-------



US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N UINTAH_BONANZA 1023-6K PAD BONANZA 1023-6K2CS

BONANZA 1023-6K2CS

Design: BONANZA 1023-6K2CS

Standard Survey Report

04 September, 2012

Survey Report

Company:

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site:

UINTAH_BONANZA 1023-6K PAD

Well:

BONANZA 1023-6K2CS

Wellbore: Design:

BONANZA 1023-6K2CS

BONANZA 1023-6K2CS

Local Co-ordinate Reference:

Well BONANZA 1023-6K2CS 5219' GL + 15' RKB @ 5234.00ft

TVD Reference: MD Reference:

North Reference:

5219' GL + 15' RKB @ 5234.00ft

True

Survey Calculation Method:

Database:

Minimum Curvature

edmp

Project

UTAH - UTM (feet), NAD27, Zone 12N

Map System:

Universal Transverse Mercator (US Survey Feet)

NAD 1927 (NADCON CONUS) Geo Datum:

Map Zone:

Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site

UINTAH_BONANZA 1023-6K PAD

Site Position:

Lat/Long

+N/-S

+E/-W

Northing:

14,521,392.52 usft

Latituda:

39.975791

Easting:

2,096,508.54 usft

Longitude:

-109.372053 1.05 9

Position Uncertainty:

0.00 ft

Slot Radius:

13-3/16 "

Grid Convergence:

Well

BONANZA 1023-6K2CS

Well Position

0.00 ft 0.00 ft Northing: Easting:

14,521,429.24 usft 2,096,524.13 usft

Latitude: Longitude: 39.975891

Position Uncertainty

0.00 ft

Wellhead Elevation:

ft

Ground Level:

-109.371995 5,219.00 ft

Wellbore

BONANZA 1023-6K2CS

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

IGRF2010

4/12/2012

6.00

10.91

65.85

52,249

Design

BONANZA 1023-6K2CS

Audit Notes:

Version:

1.0

Phase:

ACTUAL

Tie On Depth:

6.00

Depth From (TVD)

+N/-S

+F/W

Direction

Vertical Section:

(ft)

To

(ft)

(ft)

0.00

0.00

(°)

320.10

Survey Program From

Date

7/5/2012 Survey (Wellbore)

Tool Name

Description

(ft) 236.00 2,532,00

2.415.00 Survey #1 (BONANZA 1023-6K2CS) 8,614.00 Survey #2 (BONANZA 1023-6K2CS) MWD MWD MWD - STANDARD MWD - STANDARD

Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100usft)	Bulld Rate (°/100usft)	Turn Rate (°/100usft)
6.00	0.00	0.00	6.00	0.00	0.00	0.00	0.00	0.00	0.00
236.00	0.18	143.37	236.00	-0.29	0.22	-0.36	80,0	0.08	0.00
328.00	1.09	342.62	327.99	0.43	0.04	0.30	1.37	0.99	-174.73
417.00	3.29	323.05	416.93	3.28	-1.75	3.64	2.58	2.47	-21.99
512.00	5.28	320.30	511.66	8.82	-6.18	10.73	2,11	2.09	-2.89
605.00	6.90	320.54	604.13	16.43	-12.46	20.60	1.74	1.74	0.26
700,00	8.53	318.63	698.26	26.12	-20.75	33.35	1,74	1.72	-2.01
794.00	9.23	318.28	791.14	36.98	-30.37	47.85	0.75	0.74	-0.37
888.00	9.48	324.22	883.89	48.89	-39.91	63.11	1,06	0.27	6.32
981.00	10.29	320.91	975.51	61.55	-49.63	79.05	1,06	0.87	-3.56

Survey Report

Company: Project: US ROCKIES REGION PLANNING

Project UTAH - UTM (feet), NAD27, Zone 12N Site: UINTAH BONANZA 1023-6K PAD

Well: Wellbore: BONANZA 1023-6K2CS

Design:

BONANZA 1023-6K2CS BONANZA 1023-6K2CS Local Co-ordinate Reference:

TVD Reference:
MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well BONANZA 1023-6K2CS

5219' GL + 15' RKB @ 5234.00ft 5219' GL + 15' RKB @ 5234.00ft

True

Minimum Curvature

edmp

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(ft)	(°)	(9)	(ft)	(ft)	(ft)	(R)	(°/100usft)	(°/100usft)	(°/100usft)
1.075.00	10.64	204.26	1,067.94	74.04	60.24	96.12	0.30	0.07	0.40
1,075.00	10.64	321.36		74.84	-60.34		0.38	0.37	0.48
1,167.00	11.41	321.27	1,158.25	88,57	-71.34	113.71	0.84	0.84	-0.10
1,261.00	10.32	320.40	1,250.56	102.32	-82.52	131.43	1.17	-1.16	-0.93
1,355.00	9.15	318.54	1,343.20	114.41	-92.84	147.32	1.29	-1.24	-1.98
1,451.00	9.32	319.07	1,437.96	126.00	-102.99	162.72	0.20	0.18	0.55
1,545.00	9.67	317.22	1,530.67	137.54	-113.34	178.22	0.49	0.37	-1.97
1,641.00	10.02	314.50	1,625.26	149.32	-124.77	194.58	0.61	0.36	-2,83
1,736.00	9.85	317.49	1,718.84	161.10	-136.15	210.92	0.57	-0.18	3.15
1,832.00	9.23	323.55	1,813.51	173,34	-146.28	226.81	1.23	-0,65	6.31
1,925.00	9.85	323.02	1,905.22	185.70	-155,49	242.20	0.67	0.67	-0.57
2,020.00	9.76	318.80	1,998.84	198.25	-165.69	258.37	0.76	-0.09	-4.44
2,114.00	10.01	322.79	2,091.44	210.75	-175.87	274.49	0.78	0.27	4.24
2,208.00	9.41	324.96	2,184.10	223.55	-185.23	290.31	0.75	-0.64	2.31
2,303.00	9.76	322.67	2,277.77	236.31	-194,57	306.10	0.54	0.37	-2.41
2,398.00	9.58	321.00	2,371.42	248.86	-204.43	322.04	0.35	-0.19	-1.76
2,415.00	9.32	321.44	2,388.19	251.03	-206.18	324.83	1.59	-1.53	2.59
FIRST MWD	SURVEY								
2,532.00	8.83	317.52	2,503.73	265.06	-218.15	343.28	0.67	-0.42	-3.35
2,622.00	7.81	312.34	2,592.78	274.28	-227.33	356,24	1.41	-1.13	-5.76
2,713.00	6.10	309.16	2,683.11	281.50	-235.65	367.11	1.93	-1.88	-3.49
2,804.00	4.69	312.82	2,773.70	287.08	-242.13	375,55	1.59	-1.55	4.02
2,895.00	3.31	292.57	2,864.48	290.61	-247.28	381.57	2.15	-1.52	-22.25
2,985.00	2.13	280.07	2,954.38	291.90	-251.33	385.15	1.46	-1.31	-13.89
3,076.00	1. 0 0	257.82	3,045.34	292.03	-253.77	386.82	1.39	-1.24	-24.45
3,167.00	0.50	161.82	3,136.34	291.49	-254.42	386.82	1.28	-0.55	-105.49
3,258.00	0.81	156.19	3,227.33	290.52	-254.04	385.83	0.35	0.34	-6.19
3,349.00	1.06	150.82	3,318.32	289.20	-253.37	384.39	0.29	0.27	-5.90
3,439.00	1,50	159.32	3,408.30	287.37	-252.55	382,46	0.53	0.49	9.44
3,530.00	1.75	157.19	3,499.26	284.97	-251.59	380.00	0.28	0.27	-2.34
3,621.00	0.88	155.07	3,590.24	283.06	-250.76	378.00	0.96	-0.96	-2.33
3,712.00	0.81	77.57	3,681.23	282.56	-249.83	377.03	1.16	-0.08	-85.17
3,802.00	0.81	108.57	3,771.22	282.50	-248.61	376,19	0.48	0.00	34.44
3,893.00	1.25	135.32	3,862.21	281.59	-247.30	374.66	0.70	0.48	29.40
3,984.00	1.31	140.69	3,953.18	280.08	-245.94	372.63	0.15	0.07	5.90
4,075.00	1.44	153.82	4,044.16	278.25	-244.78	370.48	0.37	0.14	14.43
4,165.00	1.94	155.07	4,134.12	275.85	-243.64	367.90	0.56	0.56	1.39
4,256.00	2.00	153.82	4,225.06	273.03	-242.29	364.87	0.08	0.07	-1.37
4,347.00	1.00	102.07	4,316.03	271.44	-240.81	362.71	1.75	-1.10	-1.37 -56.87
4,438.00	1.19	13.44	4,407.02	272.19	-239.82	362.64	1.69	0.21	-97.40
4,528.00	2.69	359.57	4,407.02 4,496.97	275.21	-239.62 -239.61	364.83	1.73	1.67	-97.40 -15.41
4,619.00	2.69	1.56	4, 4 90.97 4,587.87	279.48	-239.57	368.08	0.10	0.00	2.19
7,018.00	2.08	1.00	7,567.67	£13.40	-238.37	506.06	0.10	0.00	2.19
4,710.00	2.25	5.56	4,678.78	283,39	-239.34	370.94	0.52	-0.48	4.40
4,801.00	2.06	8.56	4,769.72	286.79	-238.92	373,27	0.24	-0.21	3.30

Survey Report

Company:

US ROCKIES REGION PLANNING

Project: Site: UTAH - UTM (feet), NAD27, Zone 12N UINTAH_BONANZA 1023-6K PAD

Site: Well: Wellbore:

BONANZA 1023-6K2CS BONANZA 1023-6K2CS

Design: BONANZ

BONANZA 1023-6K2CS

Local Co-ordinate Reference:

TVD Reference:

North Reference:

Survey Calculation Method: Database:

Well BONANZA 1023-6K2CS

5219' GL + 15' RKB @ 5234.00ft 5219' GL + 15' RKB @ 5234.00ft

True

Minimum Curvature

edmp

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)
	1,81	8.06	4,859.67	289.80	-238.48	375.30	0.28	-0.28	-0.56
4,891.00	1.50	13.57	4,950.63	292.38	-238.00	376.97	0.38	-0.34	6.05
4,982.00	1.13	22.94	5,041.61	294.36	-237.37	378.09	0.47	-0.41	10.30
5,073.00	1.13	22.54	3,041.01	204.00	-201,01	0,0.00	2	• • • • • • • • • • • • • • • • • • • •	
5,164.00	0.88	23.69	5,132.59	295,83	-236.74	378.81	0.28	-0.27	0.82
5,254.00	0.81	37.07	5,222,58	296.97	-236.08	379.26	0,23	-0.08	14.87
5,345.00	0.88	67.82	5,313.57	297.74	-235.05	379.19	0.50	0.08	33.79
5,436.00	0.88	93,19	5,404.56	297.97	-233.70	378.50	0.42	0.00	27.88
5,527.00	1.06	109.07	5,495.55	297.66	-232.21	377.30	0.35	0.20	17.45
5,617.00	1.31	124.44	5,585.53	296,80	-230.57	375.60	0.45	0.28	17.08
5,708.00	1.50	128.57	5,676.50	295,47	-228.79	373.43	0.24	0.21	4.54
5,799.00	1.81	171.32	5,767.47	293.31	-227.64	371.03	1.36	0.34	46.98
5,890.00	2.06	171.07	5,858.42	290.27	-227.17	368.40	0.27	0.27	-0.27
5,981.00	2.19	169.94	5,949.35	286.94	-226.61	365.49	0.15	0.14	-1.24
6,071.00	2.13	166.19	6,039.29	283.63	-225.91	362,50	0.17	-0.07	-4.17
6,162.00	2.13	165.34	6,130.23	280,35	-225.08	359.45	0.03	0.00	-0.93
6,162.00	1.06	167.44	6,221.19	277.89	-224.47	357.17	1.18	-1.18	2.31
6,344.00	0.50	299.82	6,312.19	277.27	-224.63	356.80	1.59	-0.62	145.47
6,435.00	1.00	296.07	6,403.18	277.81	-225.69	357.89	0.55	0.55	-4.12
0.500.00	1.88	317.32	6,494.15	279.26	-227.41	360.11	1,12	0.97	23.35
6,526.00 6,616.00	2.00	339.07	6,584.10	281.81	-228.97	363.07	0.82	0.13	24.17
6,707.00	1.50	344.07	6,675.06	284,44	-229.87	365.66	0.57	-0.55	5.49
6,798.00	0.81	350.57	6,766.04	286.22	-230.30	367.30	0.77	-0.76	7.14
6,889.00	0.19	334.82	6,857.03	286.99	-230.47	368.00	0.69	-0.68	-17.31
6,980.00	0.50	133.32	6,948.03	286,85	-230.24	367.76	0.75	0.34	174.18
7,070.00	0.81	151.32	7,038.03	286,03	-229.65	366.74	0.41	0.34	20.00
7,070.00	1,50	158.19	7,129.01	284.36	-228.90	364.98	0.77	0.76	7.55
7,167.00	1.69	160.82	7,219.97	281.98	-228.02	362.59	0.22	0.21	2.89
7,343.00	0.88	189.19	7,310.95	280,03	-227.69	360.88	1.11	-0.89	31.18
7 400 00	4.00	070 44	7,400.94	279,35	-228.63	360.96	1.41	0.20	90.28
7,433.00	1.06 1.06	270.44 257.69	7,400.94 7,491.93	279.35 279.18	-230.30	361.90	0.26	0.00	-14.01
7,524.00	1.50	300.69	7,491.93	279.10	-232.14	363.41	1.12	0.48	47.25
7,615.00 7,706.00	0.75	289.69	7,562.90	280.42	-233.73	365.05	0.85	-0.82	-12.09
7,708.00	0.75	208.94	7,764.88	280.40	-234,41	365.47	0.84	-0.48	-88.74
,		4 10 10	7 05 4 00	070 77	004.07	364.90	0.61	0.36	-67.50
7,887.00	0.63	148.19	7,854.88 7,945.87	279.77 278.87	-234.27 -233.56	363.76	0.25	0.30	-12.77
7,978.00	0.81	136.57 130.69	7,945.87 8,036.86	278.87 278.02	-233.56 -232.67	362.53	0.23	-0.07	-6.46
8,069.00	0.75	130.69	8,126.85	276.02 277.16	-232.67	361.22	0.21	0.21	-0.28
8,159.00	0.94	130.44	8,217.84	277.10	-231.50	359.75	0.00	0.00	-0.27
8,250.00	0.94	130.18	o,∠17.0 4	270,18	-200.02	333.73		0.00	
8,341.00	0.88	135.57	8,308.83	275.21	-229.46	358.32	0.11	-0.07	5.91
8,432.00	1.06	139.57	8,399.82	274.07	-228.42	356.78	0.21	0.20	4.40
8,564.00	1.35	151.98	8,531.79	271.77	-226.90	354.04	0.29	0.22	9.40
LAST MWD			A F			050 00	0.00	0.00	0.00
8,614.00	1.35	151.98	8,581.78	270.73	-226.35	352.88	0.00	0.00	0.00

Survey Report

Company: Project:

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: Wellbore: UINTAH BONANZA 1023-6K PAD BONANZA 1023-6K2CS

Design:

BONANZA 1023-6K2CS BONANZA 1023-6K2CS

Local Co-ordinate Reference:

Well BONANZA 1023-6K2CS 5219' GL + 15' RKB @ 5234.00ft

TVD Reference: MD Reference:

Database:

5219' GL + 15' RKB @ 5234.00ft

North Reference:

Survey Calculation Method:

Minimum Curvature

edmp

True

Survey

Measured	Vertical		Vertical Dogleg	Build Turn
Depth Inclination	Azimuth Depth	+N/-S +E/-W	Section Rate	Rate Rate
(ft) (°)		(ft) (ft)	(ft) (°/100usft)	(°/100usft) (°/100usft)

Design Annotations				
Measured Depth	Vertical Depth	Local Coord	linates +E/-W	
(1)	(ft)	(ft)	(ft)	Comment
2,415.00	2,388.19	251.03	-206.18	FIRST MWD SURVEY
8,564.00	8,531.79	271.77	-226.90	LAST MWD SURVEY
8,614.00	8,581.78	270.73	-226.35	PROJECTION TO TD

Checked By:	Approved By:	Date:
1		

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

	ENTITY ACTION FORM							
Operator:	KERR McGEE OIL & GAS ONSH	IORE LP	Operator Account Number:	N 2995				
Address:	P.O. Box 173779							
	city DENVER							
	state CO z	_{tip} 80217	Phone Number:	(720) 929-6304				

Wall 1

API Number	Well	Name	QQ	Sec	Twp	Rng	County		
Various	Ponderosa Wells						UINTAH		
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date				
	18421	421 18519					5/1/2010		
Comments: Move	the attached wells into	the Ponderosa unit. A	ll wells ar	e WSM\	/D.	11/10	0/2012		

Well 2

API Number	Well I	Name	QQ Sec Twp			Rng County		
Action Code	Current Entity New Entity Number Number		Spud Date			Entity Assignment Effective Date		
Comments:								

Well 3

API Number	Well I	Well Name		QQ Sec Twp			Rng County	
Action Code	Current Entity New Entity Number Number		Spud Date		te	Entity Assignment Effective Date		
Comments:				·				

ACTION CODES:	A	CT	ION	C	OD	ES:
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- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new ENEIVED
- E Other (Explain in 'comments' section)

NOV 0 8 2012

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Name (Please Print)	rint) Jain Schairmak					
Signature						
REGULATORY ANALYST	11/8/2012					
Title	Date					

Well Name	Quarter/Quarter	Section	Township	Rang	e APUI Numbe	r County	New Entity Number	Formation
BONANZA 1023-6J2AS	NESW	6	108	23E			18519	WSMVD
BONANZA 1023-6K1CS	NESW	6	108	23E		 ,	18519	WSMVD
BONANZA 1023-6K2BS	NESW	6	108	23E	4304751467		18519	WSMVD
BONANZA 1023-6K2CS	NESW	6	10S	23E	4304751468		18519	WSMVD
BONANZA 1023-6L2AS	NESW	6	108	23E	4304751469		18519	WSMVD
BONANZA 1023-6L2DS	NESW	6	108	23E	4304751470		18519	WSMVD
BONANZA 1023-601BS	SWSE	6	108	23E	4304751473		18519	WSMVD
BONANZA 1023-602DS	SWSE	6	108	23E	4304751474		18519	WSMVD
BONANZA 1023-603AS	SWSE	6	108	23E	4304751475		18519	
BONANZA 1023-6P2BS	SWSE	6	108	23E	4304751476		18519	WSMVD
BONANZA 1023-6P3CS	SWSE	6	108	23E	4304751478		18519	WSMVD
BONANZA 1023-5J2DS	NESW	5	108	23E	4304752063	Uintah	18519	WSMVD
BONANZA 1023-5K1BS	NESW	5	108	23E	4304752064	Uintah	18519	WSMVD
BONANZA 1023-5K1CS	NESW	5	108	23E	4304752065	Uintah	18519	WSMVD
BONANZA 1023-5K3DS	NESW	5	108	23E	4304752066	Uintah		WSMVD
BONANZA 1023-5L1DS	NESW	5	108	23E	4304752067	Uintah	18519	WSMVD
BONANZA 1023-5L4AS	NESW	5	108	23E	4304752068	Uintah	18519	WSMVD
BONANZA 1023-5L4DS	NESW	5	108	23E			18519	WSMVD
BONANZA 1023-502AS	NESW	5	108	23E	4304752069 4304752070	Uintah	18519	WSMVD
BONANZA 1023-5E3BS	SWNW	5	105	23E		Uintah	18519	WSMVD
BONANZA 1023-5E3CS	SWNW	5	105	23E	4304752071	Uintah	18519	WSMVD
BONANZA 1023-5L1AS	SWNW	5	108	23E	4304752072	Uintah	18519	WSMVD
BONANZA 1023-5L3BS	SWNW	5	108		4304752073	Uintah	18519	WSMVD
BONANZA 1023-5M1AS	SWSW	5	105	23E	4304752074	Uintah	18519	WSMVD
BONANZA 1023-5M1CS	swsw	5	108	23E	4304752075	Uintah	18519	WSMVD
BONANZA 1023-5M3BS	swsw	5	105	23E	4304752076	Uintah	18519	WSMVD
BONANZA 1023-5M3CS	swsw	5	108	23E	4304752077	Uintah	18519	WSMVD
BONANZA 1023-5N3CS	swsw	5		23E	4304752078	Uintah	18519	WSMVD
BONANZA 1023-504BS	SESE	5	108	23E	4304752079	Uintah	18519	WSMVD
BONANZA 1023-5P1AS	SESE	5	108	23E	4304752082	Uintah	18519	WSMVD
BONANZA 1023-5P1CS	SESE	5	108	23E	4304752083	Uintah	18519	WSMVD
BONANZA 1023-5P4CS	SESE		108	23E	4304752084	Uintah	18519	WSMVD
BONANZA 1023-5C4AS		5	108	23E	4304752085	Uintah	18519	WSMVD
BONANZA 1023-5F2CS	NENW	5	108	23E	4304752089	Uintah	18519	WSMVD
BONANZA 1023-5F3AS	NENW	5	108	23E	4304752090	Uintah	18519	WSMVD
BONANZA 1023-5C2CS	NENW	5	108	23E	4304752091	Uintah	18519	WSMVD
BONANZA 1023-5020S	NWNW	5	108	23E	4304752092	Uintah	18519	WSMVD
BONANZA 1023-5D3AS	NWNW	5	108	23E	4304752093	Uintah	18519	WSMVD
BONANZA 1023-5E2AS	NWNW	5	108	23E	4304752094	Uintah	18519	WSMVD
	NWNW	5	108	23E	4304752095	Uintah	18519	WSMVD
BONANZA 1023-6A1CS	NWNW	5	108	23E	4304752096	Uintah	18519	WSMVD
BONANZA 1023-613AS	SWNW	5	10S	23E	4304752387	Uintah	18519	WSMVD
BONANZA 11-2	SWNW	11	108	23E	4304734773	Uintah	18519	WSMVD
BONANZA 1023-6E4AS	SENW	6	10S	23E	4304751453	Uintah	18519	WSMVD
BONANZA 1023-6F1AS	SENW	6	10S	23E	4304751454	Uintah	18519	WSMVD
BONANZA 1023-6F1CS	SENW	6	10S	23E	4304751455	Uintah	18519	WSMVD
BONANZA 1023-6F4CS	SENW	6	108	23E	4304751456	Uintah	18519	WSMVD
BONANZA 1023-6G2AS	SENW	6	10S	23E	4304751457	Uintah	18519	WSMVD
BONANZA 1023-6G4CS	SENW	6	10S	23E	4304751458	Uintah	18519	WSMVD
BONANZA 1023-6A3DS	SENE	6	10S	23E	4304751459	Uintah	18519	WSMVD
BONANZA 1023-6G1DS	SENE	6	10S	23E	4304751460	Uintah	18519	WSMVD
BONANZA 1023-6H1BS	SENE	6	10S	23E	4304751461	Uintah	18519	WSMVD
BONANZA 1023-6H2CS	SENE	6	10S	23E	4304751462	Uintah	18519	WSMVD
BONANZA 1023-612AS	SENE	6	10S	23E	4304751463	Uintah	18519	WSMVD
BONANZA 1023-6I3DS	SWSE	6	10S	23E	4304751471	Uintah	18519	WSMVD
BONANZA 1023-6J4AS	SWSE	6	10S	23E		Uintah	18519	WSMVD
BONANZA 1023-6P3AS	SWSE	6	10S			Uintah	18519	WSMVD
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